Code of stock 600516 **Stock abbreviation**: **Fangda Carbon**

Fangda Carbon New Material Co., Ltd
First quarter 2023 report

The Company and all members of the board of directors guarantee that there are no false records, misleading statements or major omissions in the content of this announcement, and they shall bear the individual responsibility and the joint and several responsibilities for the authenticity, accuracy and integrity of the content.

Important Note:

The board of directors, board of supervisors, directors, supervisors, and senior executives of our Company shall guarantee the authenticity, accuracy, and completeness of the contents without false record, misleading statement, or major omission in the annual report, and shall undertake the joint and several legal liabilities.

Dang Xijiang serving as the person in charge of the Company, Yu Yong serving as the chief accountant officer, and Zhao Erqin serving as the person in charge of accounts (accountant in charge) make the statement that the authenticity, accuracy, and completeness of the financial report in the annual report shall be guaranteed.

Whether the first quarter financial statements are audited.

□Yes √No

I Primary financial data

(I) Major accounting data and financial indexes

Unit: yuan Currency: RMB

Project	Current reporting period	Increase or decrease over the same period of last year in the current reporting period (%)
Operating income	1,345,661,450.61	17.11
Net profit attributable to the shareholders of the listed company	221,446,774.06	556.87
Net profit deducting the extraordinary profit and loss and attributable to the shareholders of the listed company	149,652,283.18	20.01
Net cash flow from operating activities	-39,017,808.09	Not applicable
Basic earnings per share (RMB / share)	0.0550	520.98
Diluted earnings per share (RMB /share)	0.0550	520.98
Weighted average return on net assets	1.32	Increased by 1.09 %

(%)			
	At the end of this report	**End of previous year**	**Increase or decrease from the end of last year at the end of this report (%)**
Total assets	21,755,461,492.58	20,175,290,714.93	7.83
Owner's equity attributable to the shareholders of a public company	17,150,126,722.67	15,682,777,503.34	9.36

(II) Items and amounts of non-recurring gains and losses

Unit: yuan Currency: RMB

Project	**Current amount**	**explain**
Loss or gain on disposal of non-current assets	1,574,061.79	
Ultra vires approval or without official approval document, or incidental tax revenue return and relief		
Government subsidies included in current profit and loss, except for government subsidies enjoyed as per certain standard quota, which are closely related to the Company's normal business operations and comply with the national policies.	19,878,840.03	
Fund possession cost which are collected from non-financial enterprises and which are recorded into current profit and loss		
Gains generated when the company's acquisition costs of subsidiaries, associates and joint ventures are less than the fair value of identifiable net asset of investee to be enjoyed at the time of investment		
Losses and gains from exchange of non-monetary assets		
Profit or loss from commissioned investment or asset management		
Provision for various asset impairment withdrawn due to force majeure		
Losses and gains from debt restructuring		

Corporate restructuring costs, such as staffing expenses and integration costs		
Profit or loss generated when transactions with obviously unfair transaction prices exceed the fair value		
Net current profit or loss of the subsidiary formed under the merger of enterprises under the same control from the beginning date to consolidated date		
Gains and losses generated by contingencies unrelated to normal business operations of the Company		
Apart from effective hedging business related to normal business operations, profit and loss from changes in fair value of trading financial assets, derivative financial assets, trading financial liabilities and derivative financial liabilities, as well as the investment income from disposal of trading financial assets, derivative financial assets, trading financial liabilities and derivative financial liabilities and other debt investment.	77,865,237.97	
Reversal of impairment provision of accounts receivable and contract assets for independent impairment test		
Profit and loss from commissioned loans		
Profit and loss from changes in fair value of investment property using the fair value model for subsequent measurement		
Impact of one-time adjustment of current profit or loss pursuant to the laws and regulations about taxation and accounting on the current profit or loss		
Custodian fee income from entrusted operations		
External donation		
Other non-operating income and expenses, except the aforesaid items	411,853.21	
Other profit and loss items in line with the		

definition of non-recurring gains and losses		
Less: Income tax impacted amount	22,581,806.46	
Impacted amount of minority interests (after-tax)	5,353,695.66	
Total	71,794,490.88	

Nonrecurring profit and loss items as defined in the definition of the Public Issuing Company's Information Disclosure Interpretative Notice No. 1 ——Nonrecurring Profit and Loss, and those items are defined as items of regular profits and losses, the reasons of which shall be explained.

□Applicable √Not applicable

(III) Changes in major accounting data and financial indicators and reasons

√Applicable □Not applicable

Project name	**variable proportion (%)**	**primary cause**
Net profit attributable to the shareholders of the listed company	556.87	Reporting period investment income, fair value increased from the same period last year.
Net cash flow from operating activities	Not applicable	The increase in income from merchandise sold and other cash received in connection with operating activities during the reporting period compared to the same period last year.

II Shareholder informantion

The total number of ordinary shareholders, the number of preferred shareholders whose voting rights have been restored and a statement of the holdings of the top 10 shareholders

Unit：share

<table>
<tr><td>Total number of ordinary shareholders at the end of the reporting period (accounts)</td><td colspan="2">274,327</td><td colspan="2">Total number of preferred shareholders reporting restoration of voting rights (if any) at the end of the period</td><td>0</td></tr>
<tr><td colspan="6">Shareholding of the top 10 shareholders</td></tr>
<tr><td>Name of shareholder</td><td>Nature of the shareholders</td><td>quantity of stock-keeping</td><td>Proportion (%)</td><td>Number of the held shares with</td><td>Pledging, marking or freezing</td></tr>
</table>

				the restrictions on sales	State of shares	Quantity
Liaoning Fangda Group Industrial Co., Ltd.	Domestic non-state-owned legal person	1,486,353,621	36.92	0	Pledge	1,144,200,000
Citibank, National Association	Unknown	220,000,000	5.46	0	no	0
Hong Kong Securities Clearing Company Ltd.	Unknown	67,523,024	1.68	0	no	0
Fang Wei	Domestic natural person	18,480,200	0.46	0	no	0
Agricultural Bank of China - CSI 500 Exchange Traded Fund	Unknown	12,396,253	0.31	0	no	0
Ye Yajun	Unknown	6,500,004	0.16	0	no	0
Zhejiang Yiwu Tanzhen Investment Management Partnership (Limited Partnership) - Loyal Valley (Tanzhen) Value China Preferred Private Equity Securities Investment Fund	Unknown	5,143,849	0.13	0	no	0
Yang Shiguang	Unknown	5,039,512	0.13	0	no	0
Huatai Securities Company Limited	Unknown	5,013,995	0.12	0	no	0
Fan Donghui	Unknown	4,953,056	0.12	0	no	0

Shares held by top 10 shareholders without restriction on sales		
Name of shareholder	**Number of tradable**	**Type and quantity of shares**

	shares held in unrestricted conditions	Categories	Quantity
Liaoning Fangda Group Industrial Co., Ltd.	1,486,353,621	RMB ordinary shares	1,486,353,621
Citibank, National Association	220,000,000	RMB ordinary shares	220,000,000
Hong Kong Securities Clearing Company Ltd.	67,523,024	RMB ordinary shares	67,523,024
Fang Wei	18,480,200	RMB ordinary shares	18,480,200
Agricultural Bank of China - CSI 500 Exchange Traded Fund	12,396,253	RMB ordinary shares	12,396,253
Ye Yajun	6,500,004	RMB ordinary shares	6,500,004
Zhejiang Yiwu Tanzhen Investment Management Partnership (Limited Partnership) - Loyal Valley (Tanzhen) Value China Preferred Private Equity Securities Investment Fund	5,143,849	RMB ordinary shares	5,143,849
Yang Shiguang	5,039,512	RMB ordinary shares	5,039,512
Huatai Securities Company Limited	5,013,995	RMB ordinary shares	5,013,995
Fan Donghui	4,953,056	RMB ordinary shares	4,953,056
Repurchase account among the top ten shareholders	Among the above shareholders, Liaoning Fangda Group Industry Co., Ltd. has a concerted action relation with Mr. Fang Wei, a natural person shareholder, and has no relationship with other shareholders. The Company does not know whether the other shareholders mentioned above are related to each other or belong to the parties acting in concert as stipulated by the CSRC and the exchange.		

Description of the Top 10 Shareholders and the Top 10 Unlimited Shareholders participating in Margin Lending and Financing Business (if any)	As of the end of the report, the balance of shares lent by Liaoning Fangda Group Industrial Co., LTD., the controlling shareholder of the Company, participating in the financing is 38,059,700 shares, and there is no ownership transfer of these shares.

Note: Citibank and National Association are the depositary of GDRS of the Company, and the domestic basic A-shares corresponding to GDRS are registered under their names according to law; The GDRS issued by the Company may not be converted into A shares from 15 March, 2023 (Swiss time) to 12 July , 2023 (Swiss time).

III Other reminders

Other important information about the company's operation during the reporting period that needs to be reminded to investors

√Applicable Not applicable

1. In order to expand the Company’s international financing channels, enhance its international brand and image, meet the needs of the international business development, and actively promote its global strategy, the Company plans to issue the Global Depositary Receipts (GDR) overseas and list on the Swiss Stock Exchange. This matter has been reviewed and approved by the Company at the 11th Interim Meeting of the 8th Board of Directors held on 30 May 2022, the 11th Meeting of the 8th Board of Supervisors on 15 June 2022 and the Fourth Interim Meeting of Shareholders General Assembly in 2022. On 15 March 2023 (Swiss time), the Company completed the GDR issuance and was listed on the Swiss Stock Exchange (full name of GDR securities: Fangda Carbon New Material Co., Ltd., and GDR listing code: FDCB). A total of 22,000,000 GDR shares were issued, and the corresponding new underlying securities is the Company’s 220,000,000 A-shares.

2. Chengdu Carbon Material, the holding subsidiary of the Company, applied for listing in the National Equities Exchange and Quotations. Approved by the National Equities Exchange and Quotations Corporation Limited, the shares of Chengdu Carbon Material were publicly listed and transferred on the National Equities Exchange and Quotations from 16 March 2023, with the abbreviation of securities of “Chengdu Carbon Material”, Stock Code of 874035, trading mode of call auction, and level of basic level.

IV Quarterly financial statement

(I) type of audit opinion

□Applicable √Not applicable

(II) Financial statements

Consolidated Balance Sheet

First quarter 2023 report

March 31,2023

Prepared by: Fangda Carbon New Material Co., Ltd.

Unit: yuan Currency: RMB Audit type : unaudited

Item	31 March,2023	31 December, 2022
Current assets:		
Cash and bank balance	5,416,831,693.41	3,152,026,939.80
Provision of settlement fund		
Lendings to Banks and Other Financial Institutions		
Held-for-trading financial assets	771,057,398.22	1,545,366,189.88
Financial derivative assets		
Notes receivable	921,544,944.94	1,073,121,552.32
Accounts receivable	687,466,616.89	531,773,870.25
Receivables financing	530,929,829.07	453,554,021.98
Prepayments	181,579,649.50	163,753,973.06
Premiums receivable		
Cession premiums receivable		
Provision of cession receivable		
Other receivables	135,267,194.73	131,782,915.15
Including: Interests receivable		
Dividends receivable		
Redemptory monetary capital for sale		
Inventory	2,177,838,039.79	2,298,822,676.14
Contract assets	21,920,824.46	22,889,002.46
Held-for-sale assets		
Non-current assets due within one year		
Other current assets	14,434,247.75	23,062,827.16
Total non-current assets	10,858,870,438.76	9,396,153,968.20
Non-current assets:		
Loans and advances		
Debt investment		
Other debt investment		
Long-term accounts receivable		
Long-term equity investment	7,056,764,912.68	6,983,946,267.84
Other equity instruments investment		

Other non-current financial assets	327,306,196.64	324,090,101.94
Investment property		
Fixed assets	2,533,364,231.07	2,406,736,640.31
Construction in progress	355,793,145.93	416,772,500.95
Bearer biological assets		
Oil and natural gas assets		
Right-of-use asset	11,679,552.06	12,652,848.07
Intangible assets	429,611,418.38	433,348,830.18
R&D expenditure		
Goodwill		
Long-term deferred expenses	6,447,146.57	936,725.70
Deferred tax assets	80,303,083.04	81,271,208.90
Other non-current assets	95,321,367.45	119,381,622.84
Total non-current assets	10,896,591,053.82	10,779,136,746.73
Total assets	21,755,461,492.58	20,175,290,714.93
Current liabilities:		
Short-term borrowings	442,470,641.30	432,899,589.49
Borrowings from the Central Bank		
Borrowings from Banks and Other Financial Institutions		
Held-for-trading financial liabilities		
Financial derivative liabilities		
Notes payable	542,127,230.37	600,689,256.80
Accounts payable	511,678,920.95	496,895,732.75
Advances from customers		
Contract liabilities	266,830,103.32	281,962,674.31
Financial Assets Sold for Repurchase		
Deposits from customers and interbank		
Funds received as agent of stock exchange		
Funds received as securities underwriting		
Employee benefits payable	44,118,942.29	92,255,967.84
Taxes payable	42,428,125.28	89,608,564.20
Other payables	187,821,282.22	215,407,518.63

Including: Interests payable	219,899.12	219,899.12
Dividends payable	2,139,998.15	2,139,998.15
Handling charges and commissions payable		
Cession insurance premiums payable		
Held-for-sale liabilities		
Non-current liabilities due within one year	3,920,420.79	3,822,398.80
Other current liabilities	310,356,749.28	312,351,774.04
Total of current liabilities	2,351,752,415.80	2,525,893,476.86
Non-current liability:		
Provision for insurance contracts		
Long term borrowings	642,000,000.00	396,344,850.00
Bonds payable		
Including: Preferred stock		
Perpetual bond		
Lease liability	8,635,671.34	9,632,898.09
Long-term accounts payable	27,000.00	
Long-term employee benefits payable		
Estimated liabilities		
Deferred income	320,707,084.99	323,498,267.33
Deferred tax liabilities	61,023,864.87	51,033,207.16
Other non-current liabilities	110,485,240.27	80,485,240.27
Total of non-current liabilities	1,142,878,861.47	860,994,462.85
Total Liabilities	3,494,631,277.27	3,386,887,939.71
Owner's equity (or shareholders' equity):		
Paid-up capital (or equity)	4,025,970,368.00	3,805,970,368.00
Other equity instruments		
Including: Preferred stock		
Perpetual bond		
Capital reserve	1,974,527,557.00	951,333,086.41
Less: Treasury stock		
Other comprehensive income	7,929,774.61	7,931,983.08
Special reserves	50,771,588.10	48,061,404.95

Surplus reserve	1,413,211,549.29	1,413,211,549.29
Provision for normal risks		
Retained earnings	9,677,715,885.67	9,456,269,111.61
Total Owners' (Shareholders')Equity Attributable to Holding Company	17,150,126,722.67	15,682,777,503.34
Minority interests	1,110,703,492.64	1,105,625,271.88
Total owner's equity (or shareholders' equity)	18,260,830,215.31	16,788,402,775.22
Total liabilities and owner's equity (or shareholders' equity)	21,755,461,492.58	20,175,290,714.93

Person in charge of the company: Dang Xijiang Chief accountant officer: Yu Yong Person in charge of accounts: Zhao Erqin

Consolidated Income Statement

From January to March 2023

Prepared by: Fangda Carbon New Material Co., Ltd.

Unit: yuan Currency: RMB Audit type : unaudited

Item	From January to March 2023	From January to March 2022
I. Total operating income	1,345,661,450.61	1,149,018,210.95
Including: Operating income	1,345,661,450.61	1,149,018,210.95
Interest income		
Insurance premiums earned		
Fee and commission income		
II. Total operating cost	1,259,335,868.83	950,396,003.60
Including: Operating costs	1,103,365,252.01	832,429,986.11
Interest expenses		
Handling charges and commissions expenses		
Loan Value		
Net payments for insurance claims		
Net Appropriation of Deposit for Duty		
Commissions on insurance policies		
Cession charges		
Tax and surcharge	14,639,449.89	11,251,197.63
Selling and distribution expenses	32,393,922.17	33,166,688.40

General and administrative expenses	106,543,044.08	108,069,626.46
R & D expenses	24,151,339.31	24,138,216.53
Financial expenses	-21,757,138.63	-58,659,711.53
Including: Interest expense	6,720,474.68	4,485,883.06
Interest income	35,240,418.54	63,794,653.60
Add: Other income	5,426,778.16	7,228,846.06
Investment income (loss expressed with "-")	93,519,180.21	27,978,636.34
Including: Investment income from associated enterprises and joint ventures		
Derecognized revenue from financial assets measured at amortized cost		
Gain on foreign exchange transactions (loss expressed with "-")		
Net exposure hedging gains (losses expressed with "-")		
Gain or loss from changes in fair values (loss expressed with "-")	62,724,388.78	-145,144,000.10
Loss from credit impairment (loss expressed with "-")	8,317.38	
Loss from assets impairment (loss expressed with "-")		3,229.10
Gain on disposal of assets (loss expressed with "-")	332,567.00	
III. Operating profit (loss expressed with "-")	248,336,813.31	88,688,918.75
Add: Non-operating income	16,581,910.27	2,723,329.72
Less: non-operating expenditure	143,933.40	3,271,876.95
IV. Total profit (total loss expressed with "-")	264,774,790.18	88,140,371.52
Less: income tax expense	38,249,795.36	48,481,978.70
V. Net profit (net loss expressed with "-")	226,524,994.82	39,658,392.82
(I) Classification by the continuity of operation		
1. Net profit from continuing operations (net loss expressed with "-")		
2. Net profit from discontinued operations (net loss expressed with "-")		

(II) Classification by ownership attribution		
1. Net profit attributed to shareholders of parent company (net loss expressed with "-")	221,446,774.06	33,712,279.50
2. Minority interests (net loss expressed with "-")	5,078,220.76	5,946,113.32
VI. After-tax net income of other comprehensive incomes	-2,208.47	-48,767.84
(I) After-tax net income of other comprehensive incomes attributable to owners of parent company	-2,208.47	-48,767.84
1 . Other comprehensive income which cannot be reclassified into profit or loss		
(1) Re-measure changes in defined benefit plans		
(2) Other comprehensive income that cannot be transferred to profit or loss under the equity method		
(3) Changes in fair value of other equity instruments investment		
(4) Changes in fair value of the company's own credit risk		
2 . Other comprehensive income which can be reclassified into profit or loss		
(1) Other comprehensive income that can be transferred to profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified into other comprehensive income		
(4). Provision for credit impairment of other debt investments		
(5) Cash flow hedge reserve		
(6) Translation difference in foreign currency financial statements		
(7) Others		

(II) After-tax net income of other comprehensive incomes attributable to minority shareholders		
VII. Total comprehensive income	226,522,786.35	39,609,624.98
(I) Total comprehensive income attributable to owners of parent company	221,444,565.59	33,663,511.66
(II) Total comprehensive income attributable to minority shareholders	5,078,220.76	5,946,113.32
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/Share)	0.0550	0.0089
(II) Diluted earnings per share (RMB/Share)	0.0550	0.0089

Person in charge of the company: Dang Xijiang Chief accountant officer: Yu Yong Person in charge of accounts: Zhao Erqin

Consolidated Cash Flow Statement

From January to March 2023

Prepared by: Fangda Carbon New Material Co., Ltd.

Unit: yuan Currency: RMB Audit type : unaudited

Item	From January to March 2023	From January to March 2022
I. Cash flows from operating activities:		
Proceeds from sale of goods and rendering of services	1,272,746,797.18	1,005,282,110.05
Net increase from customer deposits and interbank deposits		
Net increase from borrowings from the central bank		
Net increase in funds borrowed from other financial institutions		
Cashed received from original insurance contract premiums		
Net cash received from re-guarantee business		
Net increase from insured deposits and investments		
Cash from collection of interest,		

charges and commissions		
Net increase in deposit funds		
Net increase in capital for repurchase		
Net cash received from acting sale of securities		
Refund of tax and levies	1,146,678.08	2,348,033.04
Other cash received relating to operating activities	109,811,988.08	86,604,255.16
Sub-total of cash inflow from operating activities	1,383,705,463.34	1,094,234,398.25
Cash paid for goods and services	967,129,560.08	893,089,319.28
Net increase in client loans and advances		
Net increase in central bank deposits and interbank deposits		
Cash paid for compensation for original insurance contract		
Net increase in lendings to banks and other financial institutions		
Cash paid for interest, charges and commissions		
Cash paid for policy dividend		
Cash paid to and on behalf of employees	246,657,175.32	199,993,789.02
Cash paid for taxes and surcharges	141,333,464.19	93,412,232.78
Other cash paid relating to operating activities	67,603,071.84	74,135,669.17
Sub-total of cash outflow from operating activities	1,422,723,271.43	1,260,631,010.25
Net cash flow from operating activities	-39,017,808.09	-166,396,612.00
II. Cash flows generated by investment activities:		
Cash received from return of	1,525,798,126.10	37,068,572.97

investments		
Cash received from investment income		97,340.81
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	33,117,578.91	
Net cash received from disposal of subsidiaries and other business entities		
Other cash received relating to investment activities		
Sub-total of cash inflow from investment activities	1,558,915,705.01	37,165,913.78
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	27,476,145.15	46,145,812.11
Cash paid for investment	671,056,307.86	4,607,112,986.32
Net increase in loans pledged		
Net cash paid for the acquisition of subsidiaries and other business entities		
Other cash paid relating to investment activities		
Sub-total of cash outflow from investment activities	698,532,453.01	4,653,258,798.43
Net Cash Flows from Investing Activities	860,383,252.00	-4,616,092,884.65
III. Cash flows generated by financing activities:		
Cash received from investment absorption	1,303,583,222.80	
Including: Cash received by subsidiaries from minority shareholders		
Cash received from borrowings	309,454,910.48	200,000,000.00
Other cash received relating to		

financing activities		
Sub-total of cash inflow from financing activities	1,613,038,133.28	200,000,000.00
Cash paid for debt repayment	39,855,945.99	165,000.00
Cash paid for distribution of dividends and profits or payment of interest	6,665,846.94	4,605,150.00
Including: dividends and profit paid by subsidiaries for minority shareholders,		
Other cash paid relating to financing activities	6,280,555.77	1,109,027.50
Sub-total of cash outflow from financing activities	52,802,348.70	5,879,177.50
Net Cash Flows from Financing Activities	1,560,235,784.58	194,120,822.50
IV. Impact of exchange rate changes on cash and cash equivalents	-5,702,889.53	-1,202,718.85
V. Net increase in cash and cash equivalents	2,375,898,338.96	-4,589,571,393.00
Add: Cash and cash equivalents at the beginning of the period	2,939,933,397.36	7,421,524,979.39
VI. Balance of cash and cash equivalents at ending of period	5,315,831,736.32	2,831,953,586.39

Person in charge of the company：Dang Xijiang Chief accountant officer: Yu Yong Person in charge of accounts: Zhao Erqin

The first implementation of the new accounting standards from 2023to adjust the financial statements at the beginning of the first implementation of the year

□Applicable √Not applicable

Board of Directors of Fangda Carbon New Material Technology Co., LTD

27 April, 2023