

Fangda Carbon New Material Co., Ltd.

2024 First Quarterly Report

The Board of Directors and all members of the Board of Directors warrant that there are no false records, misleading statements or material omissions in the contents of this announcement and shall be legally responsible for the truthfulness, accuracy and completeness of its contents.

Vital notice:

The Board of Directors, the Supervisory Board and the Directors, Supervisors and senior managers of the Company warrant that the contents of the quarterly report are true, accurate and complete, and that there are no false records, misleading statements or material omissions, and that they shall bear individual and joint legal liabilities.

The person in charge of the company, Ma Zhuo (Chairman of the Board), the person in charge of accounting affairs (Chief Financial Officer), Zhao Erqing and the person in charge of the accounting department (Financial director), Tan hong guarantee the truthfulness, accuracy and completeness of the financial information in this quarterly report.

Whether the first quarterly financial statements were audited.

yes no

I. Major financial data

(I) Key accounting data and financial indicators

Unit:Yuan Currency:CNY

Items	1 January 2024- 31 March 2024	Quarter-over-Quarter growth (%)
Operating revenue	1,388,029,229.24	3.15
Net income attributable to shareholders of the listed company	171,285,330.47	-22.65

Net income attributable to shareholders before non-recurring gains and losses	199,568,219.16	33.35	
Net cash flows from operating activities	-18,590,779.34	Inapplicable	
Basic EPS (Yuan/share)	0.0425	-22.73	
Diluted EPS (Yuan/share)	0.0425	-22.73	
Weighted average ROE(%)	1.00	Decrease by 0.32%	
	End of this reporting period	Prior year end	growth (%)
Total assets	22,025,584,371.63	21,707,602,188.56	1.46
Total equity attributable to shareholders of listed companies	17,232,940,856.71	17,073,727,316.17	0.93

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

Applicable Inapplicable

Unit: Yuan Currency: CNY

Items	July 2023- September 2023	Notes
Gain or loss from the disposal of non-current Assets, including the write-off portion of provision for impairment losses already recognized	-1,129,342.45	
Government subsidies recognized in current period profit and loss, except for government subsidies that are tightly tied to the company's normal business operations, complying with national policies and regulations, and are continuously enjoyed in accordance with certain quotas or quantities	11,804,302.01	
Gains and losses from changes in fair value of financial assets and liabilities held by non-financial corporations and gains and losses from the disposal of financial assets and liabilities, except for effective hedging operations related to the Company's normal business operations	-45,288,763.31	
Occupancy fees charged to non-financial corporations included in profit or loss for the period		
Gains and losses from commissioned investment and Assets under management		
Gains and losses on entrusted loans made to external parties		
Provision for impairment of various assets due to force majeure factors, such as natural disasters		

Reversal of impairment provision for receivables that were individually assessed for impairment		
Gains arising when the cost of an enterprise's investment in a subsidiary, associate, or joint venture is less than the fair value of the identifiable net assets of the investee at the time of acquisition		
The net profit or loss of the subsidiary from the beginning of the period to the date of the business combination under common control		
Gains and losses from non-monetary asset exchanges		
Gains and losses from debt restructuring		
Enterprise restructuring expenses, such as employee replacement expenses, integration costs, etc.		
The impact of one-off adjustment on the current profit and loss according to the requirements of taxation, accounting and other laws and regulations		
Share-based payment expenses recognized as a one-time charge due to the cancellation or modification of a share-based incentive plan		
For cash-settled share-based payments, gains and losses arising from changes in the fair value of the employee compensation liability after the vesting date		
Gains and losses from changes in fair value of real estate properties investment measured by fair value model		
Other non-operating income and expenses except the above items	669,430.47	
Other profit and loss items conforming to the definition of non-recurring profit and loss		
Less: The impacted value of income tax	-6,126,050.32	
The impacted value on non-controlling interests (after tax)	464,565.74	
Total	28,282,888.69	

Provide an explanation if the Company classifies any non-recurring profits/losses items not mentioned in the *Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public – Non-recurring Profits/Losses* as non-recurring profits/losses item and the amounts are significant, or classifies any non-recurring profits/losses items mentioned in the *Explanatory Announcement No. 1 on Information Disclosure of Companies Offering Securities to the Public – Non-recurring Profits/Losses* as recurring Profits/Losses.

Applicable Inapplicable

(III) Changes in key accounting data and financial indicators, and reasons therefor

Applicable Inapplicable

Items	Percentage change (%)	Main reason
Net income attributable to shareholders of the listed company after extraordinary gains and losses	33.35	Mainly due to the quarter-on-quarter increase in sales of iron ore.

II. Shareholders' Profile

(I) Total number of common shareholders and number of preferred shareholders with voting rights restored and top ten shareholders' shareholdings

Unit:shares

Total number of ordinary shareholders at the	249,874	Total number of preferred shareholders with voting	0
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end of the reporting period		rights restored at the end of the reporting period (if any)				
Shareholding of top 10 shareholders						
Name of shareholder	Nature of shareholder	shareholdings	Percentage of shareholdings	Number of shares held under restrictive selling conditions	Pledged, marked or frozen	
					shareholding status	Number
Liaoning Fangda Group Industrial Co., Ltd.	Domestic non-state owned legal persons	1,524,413,321	37.86	0	Pledged	1,211,908,590
Hong Kong Securities Clearing Co., Ltd.	Unknown	74,458,093	1.85	0	None	
Agricultural Bank of China Limited - CSI 500 Open-Ended Index Fund	Unknown	32,040,939	0.80	0	None	
Fang Wei	Domestic Natural Person	18,480,200	0.46	0	None	
Bank of China Limited - E Fund Resources Sector Mixed Securities Investment Fund	Unknown	15,012,271	0.37	0	None	
China Pacific Life Insurance Company Limited - Traditional - General Insurance Products	Unknown	7,843,510	0.19	0	None	
Ye Yajun	Unknown	6,500,004	0.16	0	None	

Huatai Securities Co. Ltd.	Unknown	5,843,055	0.15	0	None
Citibank, National Association	Unknown	5,790,000	0.14	0	None
China Construction Bank Corporation - Jiashi Zhongzheng 500 Open-ended Index Fund	Unknown	5,729,000	0.14	0	None

Shareholdings of the top 10 shareholders with nonrestrictive selling conditions

Name of shareholder	Number of shares held in circulation with nonrestrictive selling conditions	Stock type and number	
		Stock type	Number
Liaoning Fangda Group Industrial Co., Ltd.	1,524,413,321	CNY ordinary stock	1,524,413,321
Hong Kong Securities Clearing Co., Ltd.	74,458,093	CNY ordinary stock	74,458,093
Agricultural Bank of China Limited - CSI 500 Open-Ended Index Fund	32,040,939	CNY ordinary stock	32,040,939
Fang Wei	18,480,200	CNY ordinary stock	18,480,200
Bank of China Limited - E Fund Resources	15,012,271	CNY ordinary	15,012,271

Sector Mixed Securities Investment Fund		stock	
China Pacific Life Insurance Company Limited - Traditional - General Insurance Products	7,843,510	CNY ordinary stock	7,843,510
Ye Yajun	6,500,004	CNY ordinary stock	6,500,004
Huatai Securities Co. Ltd.	5,843,055	CNY ordinary stock	5,843,055
Citibank, National Association	5,790,000	CNY ordinary stock	5,790,000
China Construction Bank Corporation - Jiashi CSI 500 Open-ended Index Fund	5,729,000	CNY ordinary stock	5,729,000
Description of the above shareholders' affiliation or concerted action	Among the aforesaid shareholders, Liaoning Fangda Group Industry Co., Ltd. and Mr. Fang Wei, a natural person shareholder, are acting in concert, and there is no connected relationship with the remaining shareholders. Except for Mr. Fang Wei, a natural person shareholder, the Company does not know whether there is any connected relationship between the remaining shareholders mentioned above or whether they are parties acting in concert under the regulations of the China Securities Regulatory Commission and the Stock Exchange.		
Description of the participation of the top 10	Agricultural Bank of China Limited - CSI 500 Open-Ended Index Fund has conducted securities lending		

shareholders and the top 10 unlimited shareholders in margin financing and securities lending, and securities lending and borrowing transactions (if any)	transactions, lending out 3,232,500 shares of CNY ordinary stock, which is 1,656,200 shares less than at the beginning of the period; shareholder Ye Yajun holds 0 shares through a general securities account and holds 6,500,004 shares through a margin trading securities account (investor credit securities account).
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Note: At the end of the reporting period, the special securities account for repurchase of Fangda Carbon New Material Technology Co., Ltd. held an unlimited number of 49,577,408 shares in circulation, accounting for 1.23% of the total share capital of the Company, and was located in the third position in the shareholders' register of the Company as at the end of March 2024.

Shareholders holding more than 5% of shares, top 10 shareholders and top 10 shareholders with unlimited shares in circulation participating in the lending of shares in the transfer and financing business

Applicable Inapplicable

Unit: shares

Shareholders holding more than 5% of shares, top 10 shareholders and top 10 shareholders with unlimited shares in circulation participating in the lending of shares in the transfer and financing business								
Shareholder name	General and credit account holdings at the beginning of the period		Shares lent on the opening transfer facility and not yet returned		General and credit account holdings at the end of the period		Shares lent on transfer facilities at the end of the period and not yet repatriated	
	Total number	Proportion (%)	Total number	Proportion (%)	Total number	Proportion (%)	Total number	Proportion (%)
Agricultural Bank of China Limited - CSI 500 Open-Ended Index Fund	15,086,553	0.37	4,888,700	0.3240	32,040,939	0.80	3,232,500	0.08

III. Other facts for attention

Other important information about the Company's operations during the reporting period that should be brought to the attention of investors

Applicable Inapplicable

IV. Quarterly financial statements

(I) Type of audit opinion

Applicable Inapplicable

(II) Financial report

Consolidated Statement of Balance Sheet

As at 31 March 2023

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

Unit: Yuan Currency: CNY Audit type: unaudited

Items	31 March 2024	31 December 2023
Cash and Cash equivalents	6,600,549,887.21	6,191,289,792.28
Settlements Provision		
Loans to banks and other financial institutions		
Financial assets held for trading	507,589,028.38	586,500,429.15
Derivative financial assets		
Notes receivable	906,086,662.56	1,010,610,568.62
Accounts receivable	644,843,073.75	554,633,294.53
Financing receivables	406,088,220.91	208,553,904.66
Prepayments	130,510,370.52	86,188,667.68
Insurance premium receivable		
Due from reinsurers		
Reserve for reinsurance contracts receivable		
Other receivables	125,925,708.57	126,018,356.65
Including: Interest receivable		
Dividends receivable		
Buying back the sale of financial assets		
Inventories	1,678,418,484.71	1,867,205,104.86

Including: data resource		
Contract assets	30,004,256.33	29,940,384.33
Assets classified as held for sale		
Current portion of non-current assets		
Other current assets	3,234,250.18	10,884,767.33
Total current assets	11,033,249,943.1 2	10,671,825,270.09
Non-current assets:		
Loans and advances		
Debt investment		
Other debt investments		
Long-term receivables		
Long-term equity investments	6,797,401,320.83	6,775,094,315.15
Other equity instruments investments		
Other non-current financial assets	499,066,789.37	501,990,183.96
Investment properties		
Fixed assets	2,570,118,730.54	2,666,109,049.83
Construction in progress	521,472,417.35	468,360,001.51
Productive biological assets		
Oil and gas assets		
Right-of-use asset	7,786,368.02	8,759,664.03
Intangible assets	437,595,254.35	443,093,608.15
Including: Date resources		
Development expenditures		
Including: Date resources		
Goodwill		
Long-term prepaid expense	371,255.42	413,791.94
Deferred tax assets	94,700,705.58	91,497,402.83
Other non-current assets	63,821,587.05	80,458,901.07
Total non-current assets	10,992,334,428.5 1	11,035,776,918.47
Total assets	22,025,584,371.6	21,707,602,188.56

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Current liabilities:		
Short-term borrowings	774,338,861.13	431,485,273.89
Borrowing from the central bank		
Deposits and balances from banks and other financial institutions		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	407,832,605.50	400,770,815.15
Accounts payable	383,576,934.88	465,314,302.24
Receipts in advance		
Contract Liabilities	274,998,281.89	272,526,035.77
Financial assets sold for repurchase		
Deposits from customers and interbank		
Customer brokerage deposits		
Securities underwriting brokerage deposits		
Payroll and employee benefits payable	45,262,697.48	77,481,657.06
Taxes payable	66,348,443.65	48,001,121.08
Other payables	156,286,244.71	182,295,376.45
Including: Interest payable	219,899.12	219,899.12
Dividend payable	2,139,998.15	2,139,998.15
Fees and commission payable		
Payable reinsurance		
Liabilities classified as held for sale		
Current portion of non-current liabilities	4,106,640.77	4,059,272.50
Other current liabilities	238,014,014.57	298,504,510.84
Total current liabilities	2,350,764,724.58	2,180,438,364.98
Non-current liabilities:		
Insurance reserves		
Long-term borrowings	633,800,000.00	638,279,169.17
Bonds payable		

Including: Preference share		
Perpetual debt		
Lease liabilities	4,529,030.57	5,573,625.59
Long-term Payable	150,000.00	742,900.54
Long-term payroll and employee benefits payable		
Provisions		
Deferred income	293,360,154.21	297,351,336.91
Deferred tax liabilities	61,640,618.85	63,885,038.25
Other non-current liabilities	76,344,952.30	78,992,065.50
Total non-current liabilities	1,069,824,755.93	1,084,824,135.96
Total liabilities	3,420,589,480.51	3,265,262,500.94
Equities:		
Paid-up capital	4,025,970,368.00	4,025,970,368.00
Other equity instruments		
Including: Preference share		
Perpetual debt		
Capital reserve	1,979,914,143.59	1,979,914,143.59
Less: treasury shares	285,036,404.45	279,998,779.45
Other comprehensive income	33,657,185.56	33,658,277.07
Special reserve	21,431,941.28	28,465,014.70
Surplus reserve	1,423,851,110.49	1,423,851,110.49
General reserve		
Retained earnings	10,033,152,512.24	9,861,867,181.77
Total Equity Attributable To Owners Of Parent	17,232,940,856.71	17,073,727,316.17
Minorities interests	1,372,054,034.41	1,368,612,371.45
Total shareholders' equity	18,604,994,891.12	18,442,339,687.62
Total liabilities and Shareholders' equity	22,025,584,371.63	21,707,602,188.56

Legal Representative: Ma Zhuo
Accounting Department: Tan Hong

Chief Accountant: Zhao Erqin

Head of

Consolidated Income Statement

For the period from 1 January to 31 March 2024

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

Unit: Yuan Currency: CNY Audit type: unaudited

Items	First quarter 2024	First quarter 2023
I. Total revenue	1,388,029,229.24	1,345,661,450.61
Including: Operating revenue	1,388,029,229.24	1,345,661,450.61
Interest income		
Net earned premiums		
Net fee and commission revenue		
II. Total operating cost	1,150,633,468.68	1,259,335,868.83
Including: COGS	1,026,697,698.19	1,103,365,252.01
Interest expenses		
Fees and commission expenses		
Surrender Charge		
Net payments for insurance claims		
Net provision of insurance reserve		
Policyholder dividends		
Reinsurance expenses		
Taxes and surcharges	27,512,731.24	14,639,449.89
Selling expenses	31,941,073.77	32,393,922.17
General and Administrative expenses	87,706,103.06	106,543,044.08
R&D expenses	21,331,313.34	24,151,339.31
Financial expenses	-44,555,450.92	-21,757,138.63
Including: Interest expense	6,848,860.09	6,720,474.68
Interest income	48,981,895.29	35,240,418.54
Plus: Other profit	11,808,752.01	5,426,778.16

Investment profit/ (loss)	20,380,352.80	93,519,180.21
Including: gains from investment of associates and joint ventures		
Gains from derecognition of financial assets measured at amortized cost		
Exchange gains or losses		
Net exposure hedging gains/ (losses)		
Gain/ (loss) on the changes in fair value	-43,548,457.94	62,724,388.78
Credit impairment losses	249,007.74	8,317.38
Assets impairment losses	21,920.50	
Gain/ (loss) from disposal of assets	337,182.13	332,567.00
III. Operating profit	226,644,517.80	248,336,813.31
Plus: Non-operating income	892,976.20	16,581,910.27
Less:Non-operating expenses	1,357,338.18	143,933.40
IV. EBT	226,180,155.82	264,774,790.18
Less:Income tax expenses	51,453,162.39	38,249,795.36
V. Net income	174,726,993.43	226,524,994.82
(I) Categorized by business continuity		
i. Net profit from continuing operations		
ii. Net profit from discontinuing operations		
(II) Categorized by ownership		
i. Net profit attributable to owners of the parent company	171,285,330.47	221,446,774.06
ii.Net profit attributable to Minorities interests	3,441,662.96	5,078,220.76
VI. Other comprehensive income (net of tax)	-1,091.51	-2,208.47
(I) Other comprehensive income, net of tax, attributable to owners of the parent	-1,091.51	-2,208.47
i. Other comprehensive income that cannot be reclassified to profit or loss		
(i) Remeasurement gains or losses of a defined benefit plan		

(ii) Other comprehensive income using the equity method that will not be reclassified to profit or loss		
(iii) Changes in fair value of other equity instrument investments		
(iv) Changes in fair value of enterprise's own credit risk		
ii. Other comprehensive income to be reclassified to profit or loss		
(i) Other comprehensive income that can be reclassified to profit or loss in equity method		
(ii) Changes in fair value of other debt investments		
(iii) Reclassification of financial assets to other comprehensive income		
(iv) Provision for credit impairment of other debt investments		
(v) Cash flow hedge reserve		
(vi) Discounting differences on foreign currency financial statements	-1,091.51	-2,208.47
(vii) Others		
(II) Other comprehensive income, net of tax, attributable to non-controlling interests		
VII. Total comprehensive income	174,725,901.92	226,522,786.35
(I) Total comprehensive income attributable to owners of the parent	171,284,238.96	221,444,565.59
(II) Total comprehensive income attributable to non-controlling interests	3,441,662.96	5,078,220.76
VIII. EPS		
(I) Basic earnings per share (yuan / share)	0.0425	0.0550
(II) Diluted earnings per share (yuan / share)	0.0425	0.0550

Legal Representative: Ma Zhuo

Chief Accountant: Zhao Erqin

Head of

Accounting Department: Tan Hong

Consolidated statement of cash flows

For the period ended 31 March 2024

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

Unit: Yuan Currency: CNY Audit type: unaudited

Items	First quarter 2024	First quarter 2023
I. Cash flows from operating activities		
Cash receipts from the sale of goods and the rendering of services	1,034,121,584.91	1,272,746,797.18
Net increase in customer bank deposits and due to banks and other financial institutions		
Net increase in loans from the central bank		
Net increase in funds borrowed from other financial institutions		
Cash premiums received on original insurance contracts		
Net cash received from re-insurance business		
Net increase in deposits and investments from insurers		
Cash received from interest, fees and commission		
Net increase in funds deposit		
Net increase in repurchase business funds		
Net income from securities trading brokerage business		
Tax refunds received	3,023,338.65	1,146,678.08
Cash received relating to other operating activities	83,697,722.05	109,811,988.08
Sub-total of cash inflows	1,120,842,645.61	1,383,705,463.34
Cash paid for purchase of goods and services	719,217,042.97	967,129,560.08
Net increase in loans and payments on behalf of customers		
Net increase in deposits with central bank and other financial institutions		
Payments for claims for original insurance contracts		
Net increase in funds lent		

Cash paid for interest, fees and commission		
Commissions on insurance policies paid		
Cash paid to and on behalf of employee	212,552,223.08	246,657,175.32
Cash paid for taxes	157,345,505.51	141,333,464.19
Cash paid relating to other operating activities	50,318,653.39	67,603,071.84
Sub-total of cash outflows	1,139,433,424.95	1,422,723,271.43
Net cash flows from operating activities	-18,590,779.34	-39,017,808.09
II. Cash flows from investing activities		
Cash received from disposal of investments	139,094,581.95	1,525,798,126.10
Cash received from investment income	669,040.42	
Net proceeds from disposal of property, plant and equipment, intangible assets and other long-term assets	3,163.89	33,117,578.91
Cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
Sub-total of cash inflows	139,766,786.26	1,558,915,705.01
Purchase of property, plant and equipment, intangible assets and other non-current assets	52,341,150.44	27,476,145.15
Cash paid for investments	103,842,172.86	671,056,307.86
Net increase in secured loans		
Net cash paid for acquisition of a subsidiary and other operating units		
Cash paid relating to other investing activities		
Sub-total of cash outflows	156,183,323.30	698,532,453.01
Net cash flows from investing activities	-16,416,537.04	860,383,252.00
III. Cash flows from financing activities		
Cash received from investment		1,303,583,222.80
Including: Cash receipts from capital contributions from non-controlling interests of subsidiaries		
Proceeds from borrowings	507,747,456.00	309,454,910.48
Cash receipts relating to other financing activities		

Subtotal of cash inflows	507,747,456.00	1,613,038,133.28
Repayments for debts	47,591,782.21	39,855,945.99
Cash payments for distribution of dividends or profit and interest expenses	6,247,609.06	6,665,846.94
Including: Dividends or profit paid to non-controlling shareholders of subsidiaries		
Cash payments relating to other financing activities	6,202,741.24	6,280,555.77
Subtotal of cash outflows	60,042,132.51	52,802,348.70
Net cash flows from financing activities	447,705,323.49	1,560,235,784.58
IV. Impact of exchange rate changes on cash and cash equivalents	1,891,664.21	-5,702,889.53
V. Net increase in cash and cash equivalents	414,589,671.32	2,375,898,338.96
Plus: Cash and cash equivalents at beginning of year	6,117,187,006.86	2,939,933,397.36
VI. Cash and cash equivalents at ending of period	6,531,776,678.18	5,315,831,736.32

Legal Representative: Ma Zhuo Chief Accountant: Zhao Erqin Head of
Accounting Department: Tan Hong

First-time implementation of new accounting standards or interpretations of standards, etc. from 2023 onwards involves adjustments to the financial statements at the beginning of the year of first implementation

Applicable Inapplicable

Hereby announced

Board of Directors of Fangda Carbon New Material Co., Ltd.

30 April 2024