

Stock Code: 600499

Company Name: Keda Group

Keda Industrial Group Co., Ltd.

FIRST QUARTERLY REPORT OF 2023

The Board and Directors warrant that the information in the report contains no false record, misleading statement or material omission, and shall be liable for the truthfulness, accuracy and completeness of the information contained herein.

Important Notice

1.The Board, the Supervisory Committee, Directors, Supervisors and Senior Management of the Company warrant that the information in the report is true, accurate, complete and contains no false record, misleading statement or material omission, and assume individual and joint legal liabilities to the information contained herein.

2.The officer in charge of the Company, officer in charge of accounting, and officer in charge of the accounting office of the Company (head of accounting department), hereby guarantee that the financial statements contained in the report are true, accurate and complete.

3.Whether the first quarterly financial statements have been audited

Yes No

I. Key financial data

(I) Key accounting data of the Company and financial indicators

Unit: Ten Thousand Yuan Currency: RMB

Key accounting data	The Reporting Period	Change (%) for the Reporting Period as compared to the corresponding period of the previous year
Operating revenue	249,112.81	-2.02
Net profit attributable to shareholders of the listed company	40,240.51	-55.35
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss	37,112.51	-54.98
Net cash flows from operating activities	-48,451.53	-220.57

Basic earnings per share (RMB per Share)	0.210	-55.97	
Diluted earnings per share (RMB per Share)	0.210	-55.97	
Weighted average return on net assets (%)	3.51	Decreased by 8.86 percentage points	
	As of the end of the Reporting Period	As of the end of the previous year	Change (%) as of the end of the Reporting Period as compared to the end of the previous year
Total assets	2,195,196.33	2,115,242.31	3.78
Owners' equity attributable to shareholders of the listed Company	1,156,029.20	1,138,847.95	1.51

(II) Non-recurring profit or loss items and amounts

Unit: Yuan Currency: RMB

Non-recurring profit or loss items	Amount for the Reporting Period	Note
Profit or loss from disposal of non-current assets	204,270.93	
Government grants charged to current profit or loss, other than those closely related to the Company's normal business operations that were granted on an ongoing basis at a fixed standard amount or quantity in accordance with certain national policies and regulations	34,426,726.95	
Profit or loss on debt restructuring	-111,918.02	
Profit or loss on changes in fair value from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities, and investment income from disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities, other debt investment, except for effective hedging transactions that are closely related to the Company's normal operation	4,372,875.93	
Other non-operating income and expenses apart from the aforementioned items	-956,903.92	
Less: Income tax effect	3,151,977.82	
Effect of minority interests (after tax)	3,503,098.77	
Total	31,279,975.28	

Description of the definition of non-recurring items of profit and loss as set out in the "Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public-Non-Recurring Profit and Loss" as recurring items of profit or loss

Applicable Not applicable

(III) Details and reasons for changes in key accounting data and financial indicators

√Applicable □Not applicable

Items	Change percentage (%)	Main reasons
Net profit attributable to the shareholders of the listed Company during the Reporting Period	-55.35	Mainly due to the decrease of investment income in Lanke Lithium Industry during this Reporting Period
Net profit attributable to shareholders of the listed company after deducting non-recurring profit or loss during the Reporting Period	-54.98	Mainly due to the decrease of investment income in Lanke Lithium Industry during this Reporting Period
Net cash flows from operating activities during the reporting period	-220.57	Mainly due to the more cash received from sales of goods or rendering of services in the corresponding period of the previous year
Basic earnings per share (RMB/share)_during the Reporting Period	-55.97	Mainly due to the decrease in net profit attributable to the shareholders of the listed Company during the Reporting Period, and the corresponding decrease in basic earnings per share
Diluted earnings per share (RMB/share)_during the Reporting Period	-55.97	Mainly due to the decrease in net profit attributable to the shareholders of the listed Company during the Reporting Period, and the corresponding decrease in diluted earnings per share

II. Information on Shareholders**(I) Total number of shareholders of ordinary shares and number of shareholders of preferred shares with voting rights restored and shareholding of the top ten shareholders**

Unit: Share

Total number of shareholders of ordinary shares as of the end of the Reporting Period	98,583	Total number of shareholders of preferred shares with voting rights restored as of the end of the Reporting Period (if any)	0			
Shareholding of top ten shareholders						
Name of shareholder	Nature of shareholder	Number of shares held	Percentage (%)	Number of shares held subject to selling restrictions	Pledged, marked or frozen shares	
					Status of shares	Number of shares
Liang Tongcan	Domestic natural person	357,142,779	18.33	215,824,827	Pledged	195,400,000

Lu Qin	Domestic natural person	125,983,334	6.47		N/A	
Guangdong Liansu Technology Industrial Co., Ltd.	Domestic non-state owned legal person	118,448,537	6.08		N/A	
Macrolink Holding Co., Ltd.	Domestic non-state owned legal person	100,519,652	5.16		Frozen	100,519,652
Bian Cheng	Domestic natural person	98,699,598	5.07		N/A	
Foshan Newpearl Group Co., Ltd.	Domestic non-state owned legal person	52,994,111	2.72	52,994,111	N/A	
Shi Tingbo	Domestic natural person	52,741,400	2.71		N/A	
Xie Yuezeng	Domestic natural person	42,395,289	2.18	42,395,289	N/A	
Shi Liyun	Domestic natural person	40,182,100	2.06		N/A	
Hong Kong Securities Clearing Company Ltd.	Foreign legal person	26,323,274	1.35		N/A	
Shareholding of top ten shareholders with unrestrictive sales conditions						
Name of shareholder	Number of tradable shares held not subject to selling restrictions	Class and number of shares				
		Class of shares	Number			
Liang Tongcan	141,317,952	Ordinary shares in RMB	141,317,952			
Lu Qin	125,983,334	Ordinary shares in RMB	125,983,334			
Guangdong Liansu Technology Industrial Co., Ltd.	118,448,537	Ordinary shares in RMB	118,448,537			
Macrolink Holding Co., Ltd.	100,519,652	Ordinary shares in RMB	100,519,652			
Bian Cheng	98,699,598	Ordinary shares in RMB	98,699,598			
Shi Tingbo	52,741,400	Ordinary shares in RMB	52,741,400			
Shi Liyun	40,182,100	Ordinary shares in RMB	40,182,100			
Hong Kong Securities Clearing Company Limited	26,323,274	Ordinary shares in RMB	26,323,274			
Keda Industrial Group Co., Ltd.- Employee Stock Ownership Plan of 2020	21,556,720	Ordinary shares in RMB	21,556,720			
Zhang Yingfa	16,406,361	Ordinary shares in RMB	16,406,361			

Description of associated relationship or concerted action of shareholders mentioned above	Among the shareholders mentioned above, Liang Tongcan, Lu Qin, Guangdong Liansu Technology Industrial Co., Ltd., Macrolink Holding Co., Ltd., Bian Cheng, Foshan Newpearl Group Co., Ltd. and Xie Yuezeng have no associated relationship nor are they persons acting in concert. Keda Industrial Group Co., Ltd.- Employee Stock Ownership Plan of 2020 is a special securities account for the company's employee stock ownership plan. It is unknown whether other shareholders have associated relationship or are persons acting in concert.
Description of the participation of the top ten shareholders and the top ten shareholders not subject to selling restrictions in the margin financing and securities lending and refinancing businesses (if any)	Among the above shareholders, Liang Tongcan holds 32,000,000 shares through credit securities accounts; Shi Tingbo holds 50,841,400 shares through credit securities accounts; Shi Liyun holds 40,182,100 shares through credit securities accounts. Zhang Yingfa holds 16,136,161 shares through credit securities accounts.

Note:

1. Description of the special account for securities repurchase in the top ten shareholders: As of the end of the Reporting Period, the number of shares in the Company's special securities account for repurchase was 30,563,538 shares, accounting for 1.57% of the total share capital of the Company, which was not included in the above "Shareholding of top ten shareholders " and "Shareholding of top ten shareholders with unrestrictive sales conditions ".

2. As of the close of the SIX Swiss Exchange on March 31, 2023 (Swiss time), the Company had a total of 3,049,203 GDRs in the duration period as of the end of the Reporting Period, accounting for 25.41% of the actual number of GDRS issued.

III. Other Reminders

Other important information about the Company's operating conditions during the Reporting Period which needs to be brought to the attention of investors

Applicable Not applicable

1. Main business operation

During the Reporting Period, the Company adhered to the development strategy of focusing on the main business and "globalization", and promoted the project construction around the core business, actively explored overseas markets. As a result, the proportion of overseas business revenue increased steadily. Specifically, the production and sales of overseas building material business remained balanced, revenue and profit achieved growth at more than 30%, maintaining a good level of profitability. At the same time, the second phase of the building ceramics project in Senegal was officially put into production in March 2023. During the Reporting Period, the Company commenced the establishment of the Tanzania glass project, entered the architectural glass market, and gradually improved the strategic layout of "Large Building Materials Group" in Africa. At present, the construction of all projects is progressing steadily. In terms of building material machinery business, affected by the domestic real-estate market, there was a certain pressure in the Reporting Period, and

the overall performance declined. During the Reporting Period, the Company upgraded the base construction on the basis of the Turkish subsidiary, discussed the planning and presence of new overseas bases. Besides, "Keda, HLT&DLT, Welko" brands actively improved their product lines. In terms of lithium-ion battery materials, the first phase of 10,000 tons/year artificial graphite production line in Fujian base has been put into operation in the Reporting Period, while the Company simultaneously pushed forward the second phase of the 50,000-ton anode material integration project in Fujian Base and the third phase of 50,000-ton anode material production line in Chongqing, which aims to be put into production in 2023. From January to March 2023, affected by market price fluctuations, the overall profitability was reduced although overall production of lithium-ion battery materials has increased.

In terms of strategic investment, affected by the production line maintenance in the Spring Festival and environmental factors, during the Reporting Period, Qinghai Salt Lake Lanke Lithium Industry Co., Ltd., ("Lanke Lithium Industry"), in which the Company holds shares, produced approximately 6,300 tons lithium carbonate products, while the influence of downstream supply and demand led to a decline in the price of lithium carbonate. In the first quarter, Lanke Lithium Industry sold approximately 1,400 tons of lithium carbonate products, with inventory of approximately 9,100 tons, achieving an operating revenue of RMB 557 million and a net profit of RMB 386 million. Particularly, the net profit attributed to the listed company by 43.58% indirect shareholding was RMB 168 million.

2. Investment in main business

Based on the business strategic planning of lithium-ion battery materials, in order to improve the integrated input into anode materials to achieve scale effect, expand the artificial graphite production capacity and product market scale, and enhance the Company's anode material brand and market influence, the 19th meeting of the eighth Board of Directors was held on January 9, 2023, where the Board reviewed and approved the Proposal on External Investment. It agreed to establish Chongqing Keda New Energy Materials Co., Ltd., a wholly-owned subsidiary of our holding subsidiary Fujian Keda New Energy Technology Co., Ltd., to carry out the artificial graphite anode material production line with an annual output of 50,000 tons/year. The total investment is expected to reach RMB 1 billion, and the financing sources are own capital and bank loans. For details, please refer to the Announcement on External Investment published by the Company on the website of the Shanghai Stock Exchange (www.sse.com.cn) on January 10, 2023.

In order to actively implement the "Large Building Materials Group" strategy in Africa, the Company has made full use of the channel coordination advantages of overseas building material sector to promote its horizontal expansion from building ceramics to sanitary ware, household glass and other related diversified fields, so as to achieve the sustainable development of overseas building material business. At the 20th meeting of the eighth Board of Directors held on March 3, 2023, the Board deliberated and approved the Proposal on External Investment. Based on the consumption of architectural glass in East African countries and the import substitution of local production capacity, the Company has agreed to invest USD 86,762,700 in the architectural glass production project in Tanzania, of which USD 34,762,700 will be invested by Keda (Tanzania) Ceramics Company Limited or a new subsidiary of a joint venture in Africa as the entity of the project. Commercial banks or financial institutions will provide loans of USD52 million. For details, please refer to the Announcement on External Investment published by the Company on the website of the Shanghai Stock Exchange (www.sse.com.cn) on March 4, 2023.

3. Progress of other investments

In order to deepen the cooperation between the Company and high-quality enterprises in the Salt Lake

industry chain and strengthen the business strategy and investment of the lithium-ion battery materials, the Company and its holding subsidiary Qinghai Weili New Energy Materials Co., Ltd. contributed RMB1.3 billion to the establishment of Jiaxing Keda Jinhong Salt Lake Industry Equity Investment Partnership (Limited Partnership) (hereinafter referred to as "Salt Lake Industry Equity"). From February 1, 2023 to February 17, 2023, the Salt Lake Industry Equity completed the purchase of 50,353,500 shares in Qinghai Salt Lake Industry Group Company Limited (hereinafter referred to as "Salt Lake Industry Group") through block transactions. The shares accounted for 0.93 % of the total share capital of Salt Lake Industry Group. The purchase price was RMB1.286 billion, accounting for 98.93% of the fund raising scale of the Salt Lake Industry Equity. For details, please refer to the Announcement on the Progress of Investment of the Investment Funds published by the Company on the website of the Shanghai Stock Exchange (www.sse.com.cn) on February 18, 2023.

IV. Quarterly Financial Statements

(I) Type of audit opinions

Applicable Not applicable

(II) Financial Statements

Consolidated Balance Sheet

31 March 2023

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Items	March 31, 2023	December 31, 2022
Current assets:		
Monetary funds	3,820,982,617.25	4,796,813,382.56
Settlement funds		
Lending funds		
Financial assets held for trading	422,982,889.34	397,962,373.33
Derivative financial assets		
Notes receivable	80,113,242.35	75,047,382.31
Accounts receivable	1,752,540,809.82	1,591,009,847.45
Receivables financing	334,711,777.93	266,154,517.25
Prepayments	390,154,408.19	272,322,700.45
Premium receivable		
Reinsurance accounts receivable		
Provision for reinsurance contract receivable		
Other receivables	104,261,697.17	113,958,752.66
Including: Interest receivable		
Dividends receivable		4,800,000.00
Purchases of resold financial assets		
Inventories	2,951,674,265.93	3,241,674,256.81

Contract assets	418,185,995.15	381,705,152.65
Assets held for sale		
Non-current assets due within one year	424,089,182.72	432,359,979.01
Other current assets	357,151,270.96	337,065,422.83
Total current assets	11,056,848,156.81	11,906,073,767.31
Non-current assets:		
Loans and advances granted		
Debt investments		
Other debt investments		
Long-term receivables	260,034,048.04	259,164,816.01
Long-term equity investments	3,305,392,959.67	3,119,163,158.98
Other equity instrument investments	1,145,619,842.63	5,917,404.47
Other non-current financial assets	5,000,000.00	5,000,000.00
Investment properties		
Fixed assets	3,351,172,264.30	3,130,982,694.29
Construction in progress	699,828,362.93	676,298,157.93
Productive biological assets		
Oil and gas assets		
Right-of-use assets	4,969,285.14	8,213,833.67
Intangible assets	863,150,100.63	867,179,615.23
Development expenses		
Goodwill	913,229,150.98	913,229,150.98
Long-term prepaid expenses	18,037,160.31	15,416,756.53
Deferred income tax assets	201,096,569.13	201,207,728.91
Other non-current assets	127,585,443.30	44,576,001.86
Total non-current assets	10,895,115,187.06	9,246,349,318.86
Total assets	21,951,963,343.87	21,152,423,086.17
Current liabilities:		
Short-term loans	1,078,481,759.37	1,006,320,184.45
Borrowings from the Central Bank		
Borrowing funds		
Financial liabilities held for trading	2,422,168.84	
Derivative financial liabilities		
Notes payable	550,470,317.01	685,516,312.19
Accounts payable	1,412,062,886.56	1,529,238,273.39
Receipts in advance		
Contract liabilities	1,282,111,118.91	1,570,157,469.07
Funds from disposal of repurchased financial assets		
Deposit-taking and inter-bank deposits		
Payments received for securities brokerage		
Payments received for securities underwriting		

Payroll payable	75,112,837.15	223,534,857.85
Taxes payable	108,284,567.19	127,612,390.83
Other payables	169,361,541.95	180,298,689.31
Including: Interest payable		
Dividends payable		34,791,301.44
Handling charges and commission		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	648,875,735.84	569,507,280.85
Other current liabilities	138,580,692.78	137,492,517.93
Total current liabilities	5,465,763,625.60	6,029,677,975.87
Non-current liabilities:		
Insurance contracts provision		
Long-term loans	2,501,034,035.14	1,490,153,752.68
Bonds payable		
Including: Preferred stock		
Perpetual bonds		
Lease liabilities	5,231,116.15	8,589,330.92
Long-term payables		
Long-term payroll payables		
Estimated liabilities	188,699,684.05	188,699,684.05
Deferred income	45,959,432.05	44,970,169.55
Deferred income tax liabilities	13,567,230.86	13,683,131.40
Other non-current liabilities	15,426,750.02	44,883,546.49
Total non-current liabilities	2,769,918,248.27	1,790,979,615.09
Total liabilities	8,235,681,873.87	7,820,657,590.96
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	1,948,419,929.00	1,948,419,929.00
Other equity instruments		
Including: Preferred stock		
Perpetual bonds		
Capital reserves	3,035,566,868.33	3,059,464,326.69
Less: Treasury stock	500,000,213.13	500,000,213.13
Other comprehensive income	-410,970,636.93	-204,275,596.34
Special reserves	4,390,105.11	4,390,105.11
Surplus reserves	396,165,018.95	396,165,018.95
General risk provision		
Undistributed profits	7,086,720,954.12	6,684,315,895.33
Total owners' equity (or shareholders' equity) attributable to parent company	11,560,292,025.45	11,388,479,465.61
Minority interest	2,155,989,444.55	1,943,286,029.60

Total owners' equity (or shareholders' equity)	13,716,281,470.00	13,331,765,495.21
Total liabilities and owners' equity (or shareholders' equity)	21,951,963,343.87	21,152,423,086.17

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Zeng Fei

Consolidated Income Statement

January to March 2023

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Item	First quarter of 2023	First quarter of 2022
I. Total operating revenue	2,491,128,102.49	2,542,544,372.48
Including: Operating revenue	2,491,128,102.49	2,542,544,372.48
Interest income		
Premium earned		
Handling charges and commission income		
II. Total operating expenses	2,143,881,210.34	2,296,659,825.65
Including: Operating expenses	1,688,606,324.21	1,827,823,501.89
Interest expenses		
Handling charges and commission payment		
Surrender value		
Net compensation expenses		
Net provision for insurance contract reserves		
Policy dividend expense		
Reinsurance cost		
Taxes and surcharges	11,791,644.72	13,149,644.77
Selling expenses	126,756,948.66	128,810,168.55
Management expenses	144,124,901.13	164,106,512.88
R&D expenses	68,785,357.94	79,425,949.17
Financial expenses	103,816,033.68	83,344,048.39
Including: Interest expenses	29,204,548.42	19,532,100.96
Interest income	20,657,054.84	4,261,968.60
Add: Other income	39,969,806.51	28,663,350.21
Investment income (losses marked with "-")	187,086,238.44	711,729,432.40

Including: Investment income in associates and joint ventures	186,234,679.46	710,810,167.80
Derecognition of income from financial assets measured at amortized cost		
Exchange gains (losses marked with “-”)		
Net exposure hedging income (losses marked with “-”)		
Income from changes in fair value (losses marked with “-”)	212,727.42	5,860,412.08
Credit impairment loss (losses marked with “-”)		
Impairment losses on assets (losses marked with “-”)		92,012,305.74
Income from disposal of assets (losses marked with “-”)	377,652.15	-1,351,230.83
III. Operating profits (losses marked with “-”)	574,893,316.67	1,082,798,816.43
Add: Non-operating revenue	1,588,220.99	6,190,432.62
Less: Non-operating expenses	2,718,842.33	5,332,230.35
IV. Total profit (total losses marked with “-”)	573,762,695.33	1,083,657,018.70
Less: Income tax expenses	14,555,775.86	21,956,146.98
V. Net profit (net losses marked with “-”)	559,206,919.47	1,061,700,871.72
(I) Classified by business continuity		
1. Net profit from continuing operations (net losses marked with “-”)	560,540,866.16	972,335,206.68
2. Net profit from discontinued operations (net losses marked with “-”)	-1,333,946.69	89,365,665.04
(II) Classified by ownership		
1. Net profit attributable to shareholders of parent company (net losses marked with “-”)	402,405,058.79	901,310,467.30
2. Profit or loss attributable to minority interests (net losses marked with “-”)	156,801,860.68	160,390,404.42
VI. Other comprehensive income, net of tax	-261,857,926.82	-112,469,611.51
(I) Other comprehensive income attributable to owners of parent company, net of tax	-206,695,040.59	-59,986,491.71

1. Other comprehensive income that may not be reclassified to profit or loss	-143,800,032.42	
(1) Change in re-measurement of defined benefit plan		
(2) Other comprehensive income that may not be transferred to profit or loss under equity method		
(3) Changes in fair value of other equity instrument investments	-143,800,032.42	
(4) Changes in fair value of enterprise's own credit risk		
2. Other comprehensive income that will be reclassified to profit or loss	-62,895,008.17	-59,986,491.71
(1) Other comprehensive income that may be transferred to profit or loss under equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified to other comprehensive income		
(4) Credit impairment provision of other debt investments		
(5) Cash flow hedging reserve		
(6) Exchange difference on translation of financial statements in foreign currency	-62,895,008.17	-59,986,491.71
(7) Others		
(II) Other comprehensive income attributable to minority interests, net of tax	-55,162,886.23	-52,483,119.80
VII. Total comprehensive income	297,348,992.65	949,231,260.21
(I) Total comprehensive income attributable to owners of parent company	195,710,018.20	841,323,975.59
(II) Total comprehensive income attributable to minority interests	101,638,974.45	107,907,284.62
VIII. Earnings per share:		
(I) Basic earnings per share (RMB per share)	0.210	0.477
(II) Diluted earnings per share (RMB per share)	0.210	0.477

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Zeng Fei

Consolidated Cash Flow Statement

January to March 2023

Prepared by: Keda Industrial Group Co., Ltd.

Unit: Yuan Currency: RMB Type of audit: Unaudited

Item	First quarter of 2023	First quarter of 2022
I. Cash flows from operating activities:		
Cash received from sales of goods or rendering of services	1,919,470,154.05	2,313,259,017.34
Net increase in customer deposit and interbank deposit		
Net increase in borrowings from the Central Bank		
Net increase in borrowing funds from other financial institutions		
Cash received from premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase in the insured's deposit and investment		
Cash received from interest, handling charges and commission		
Net increase in borrowing funds		
Net increase in buyback business		
Net cash received for securities brokerage		
Tax refunds received	47,998,867.99	80,978,069.75
Other cash received relating to operating activities	63,804,983.21	52,718,638.43
Subtotal of cash inflow from operating activities	2,031,274,005.25	2,446,955,725.52
Cash paid for purchase of goods and receipt of services	1,844,203,747.07	1,989,677,277.47
Net increase in loans and advances from customers		
Net increase in deposits in the Central Bank and interbank		
Cash payments of claims for original insurance contracts		
Net increase in lending funds		

Cash paid for interest, handling charges and commission		
Cash paid for policy dividend		
Cash paid to and for staff	395,024,310.32	347,912,132.64
Various types of taxes paid	118,383,392.46	92,456,216.90
Other cash paid relating to operating activities	158,177,872.91	168,050,842.71
Subtotal of cash outflow from operating activities	2,515,789,322.76	2,598,096,469.72
Net cash flows from operating activities	-484,515,317.51	-151,140,744.20
II. Cash flows from investment activities:		
Cash received from disposal of investments	140,000.00	
Cash received from investment income	7,740,000.00	1,152,507.59
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	6,105,589.25	966,732.32
Net cash received from disposal of subsidiaries and other business units		
Other cash received relating to investment activities	774,967,038.38	183,280,090.00
Subtotal of cash inflow from investing activities	788,952,627.63	185,399,329.91
Cash paid for purchase and construction of fixed assets, intangible assets and other long-term assets	372,049,568.82	201,874,343.72
Cash paid for investment	1,300,000,000.00	
Net increase in pledged loans		
Net cash paid for the acquisition of subsidiaries and other business units		
Other cash paid relating to investment activities	201,280,936.20	197,059,020.98
Subtotal of cash outflow from investing activities	1,873,330,505.02	398,933,364.70
Net cash flows from investing activities	-1,084,377,877.39	-213,534,034.79
III. Cash flows from financing activities:		
Cash received from capital contributions	275,000,000.00	46,509,300.00
Including: Cash received from minority shareholders investment by subsidiaries	275,000,000.00	46,509,300.00
Cash received from borrowings	1,668,670,737.53	450,594,502.11
Other cash received relating to financing activities	162,892,078.24	131,709,140.71
Subtotal of cash inflow from financing activities	2,106,562,815.77	628,812,942.82
Cash paid for debt repayment	516,872,567.84	416,239,397.99

Cash paid for distributing dividend, profit or repaying interest	189,743,480.26	22,308,076.02
Including: Dividend and profit paid to minority shareholders by subsidiaries	169,155,755.98	
Other cash paid relating to financing activities	91,768,417.57	119,011,998.16
Subtotal of cash outflow from financing activities	798,384,465.67	557,559,472.17
Net cash flows from financing activities	1,308,178,350.10	71,253,470.65
IV. Effect of foreign exchange rate changes on cash and cash equivalents	-10,189,300.70	-6,999,644.18
V. Net increase in cash and cash equivalents	-270,904,145.50	-300,420,952.52
Add: Opening balance of cash and cash equivalents	3,737,084,797.82	1,687,793,105.33
VI. Closing balance of cash and cash equivalents	3,466,180,652.32	1,387,372,152.81

Officer in charge of the Company: Bian Cheng Officer in charge of accounting: Zeng Fei Officer in charge of the accounting office: Zeng Fei

(III) Information on the adjustment to the relevant items in financial statements as at the beginning of the year as a result of the initial adoption of the new accounting standards or standard interpretation since 2023

Applicable Not applicable

It is hereby announced.

Board of Directors of Keda Industrial Group Co., Ltd.

April 25, 2023