

# **SDIC Power Holdings CO., LTD.**

**(GDR under the symbol: "SDIC")**

## **THIRD QUARTERLY REPORT OF 2023**

The Board of Directors of the Company is pleased to announce the unaudited financial information of the Company and its subsidiaries for the third quarter ended September 30, 2023, prepared in accordance with China Accounting Standards for Business Enterprises.

This announcement contains the English translation of the Chinese version of “SDIC Power Holdings Co., LTD. Third Quarterly Report of 2023” as published on the website of the Shanghai Stock Exchange, and is provided for your reference only. In case of discrepancy between the Chinese version and the English version, the Chinese version shall prevail.

**SDIC POWER HOLDINGS CO., LTD.**  
**THIRD QUARTERLY REPORT OF 2023**

**Important Notice**

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

The person in charge of the Company, the person in charge of accounting affairs, and the person in charge of the accounting organization, hereby guarantee that the financial statements contained in this quarterly report are true, accurate and complete.

This third quarterly report of the Company is unaudited.

## I. Main Financial Data

### (I) Principal Accounting Data and Financial Indexes

Unit: Yuan Currency: RMB

Items	The reporting period	The same period of previous year		Range of increase/decrease in the reporting period over the same period of previous year (%)	From the beginning of the year to the end of the reporting period	The same period of previous year		Range of increase/decrease from the beginning of the year to the end of the reporting period over the same period of previous year (%)
		Before adjustment	After adjustment	After adjustment		Before adjustment	After adjustment	After adjustment
Operating revenue	16,182,175,169.81	15,476,795,545.01	15,476,795,545.01	4.56	42,548,712,586.17	38,170,789,627.95	38,170,789,627.95	11.47
Net profits attributed to shareholders of listed company	2,715,058,101.81	1,778,359,349.29	1,777,551,702.22	52.74	6,051,980,712.81	4,126,335,551.16	4,125,498,219.10	46.70
Net profit attributed to shareholders of the listed company net of non-recurring gain or loss	2,705,900,308.39	1,748,296,692.06	1,747,489,044.99	54.85	6,024,260,205.76	4,024,731,951.46	4,023,894,619.40	49.71

Net cash flow from operating activities	/	/	/	/	17,557,214,433.12	16,406,730,940.96	16,406,730,940.96	7.01
Basic earnings per share (RMB/share)	0.3582	0.2320	0.2319	54.47	0.7938	0.5342	0.5341	48.63
Diluted earnings per share (RMB/share)	0.3582	0.2320	0.2319	54.47	0.7938	0.5342	0.5341	48.63
Weighted average return on equity (%)	5.14	3.61	3.61	1.53	11.58	8.41	8.41	3.17
	As at the end of the reporting period		As at the end of previous year				Range of increase/decrease at the end of the reporting period compared with the previous year-end (%)	
			Before adjustment	After adjustment		After adjustment		
Total assets	268,647,486,582.42		258,254,454,957.44	258,353,839,822.15		3.98		
Owners' equity attributable to shareholders of the listed company	58,644,089,232.32		54,516,693,442.16	54,510,297,399.37		7.58		

Note: "The reporting period" refers to the three-month period from the beginning of this quarter to the end of this quarter, the same below.

#### Reasons for retroactive adjustment or restatement

The Company has carried out accounting treatment in accordance with Interpretation No. 16 of the Accounting Standards for Business Enterprises (hereinafter referred to as Interpretation No. 16) since January 1, 2023. For right-of-use assets and lease liabilities recognized due to single transactions occurred between the beginning of the earliest period of the financial statement subject to the first implementation of Interpretation No. 16 and the implementation date of Interpretation No. 16, the Group makes retroactive adjustments in accordance with the provisions of Interpretation No. 16.

(II) Non-recurring Gain or Loss Items and Amounts

Unit: Yuan Currency: RMB

Items	Amount in the reporting period	Amount from beginning of the year to the end of the reporting period
Profit or loss of non-current assets disposal	2,126,698.47	5,204,883.59
Government subsidies included in the current profit and loss, except those closely related to the Company normal operations, conforming to the State policies and regulations and enjoyed persistently in line with certain standard ratings or ration	21,330,612.16	30,884,884.50
Profit or loss from changes in the fair value generated from the Company's financial assets held for trading, derivative financial assets, financial liabilities held for trading, and derivative financial liabilities, and investment income from the disposal of financial assets held for trading, derivative financial assets, financial liabilities held for trading, derivative financial liabilities, and other debt investments, except for effective hedging business related to the Company's normal business	1,241,430.30	-1,410,716.25
Other non-operating revenue and expenses than the above items	-7,691,841.00	20,996,684.51
Other losses and profits conforming to the definition of non-recurring gain or loss	-201,845.00	135,458.73
Less: Effected by income tax	-3,140,819.51	-10,350,424.17
Effect on non-controlling interests (after-tax)	-4,506,442.00	-17,740,263.86
Total	9,157,793.42	27,720,507.05

Explanation on defining the non-recurring profits and losses set out in the *Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Securities to the Public - Non-Recurring Profit or Loss* as recurring profits and losses

Applicable Not applicable

(III) Changes of principal accounting data and financial indexes and the reasons

√Applicable □Not applicable

Item	Change (%)	Main reason
Net profits attributed to shareholders of listed company_the reporting period	52.74	The main reason for the increase in the company's net profit during the reporting period was that the market coal price decreased compared with the same period of last year, and the thermal power cost decreased year-on-year.
Net profit attributable to shareholders of the listed company after the deduction of non-recurring gain or loss_the reporting period	54.85	
Basic earnings per share_the reporting period	54.47	
Diluted earnings per share_the reporting period	54.47	
Net profits attributed to shareholders of listed company_ from the beginning of the year to the end of the reporting period	46.70	First, this year's thermal power generation increased year-on-year, and power generation income increased; Second, the market coal price has fallen this year, and the cost of thermal power has decreased year-on-year; Third, the installed capacity of new energy increased, the wind and solar resources improved compared with the same period, and the profit of power generation increased year-on-year.
Net profit attributable to shareholders of the listed company after the deduction of non-recurring gain or loss_ from the beginning of the year to the end of the reporting period	49.71	
Basic earnings per share_ from the beginning of the year to the end of the reporting period	48.63	
Diluted earnings per share_ from the beginning of the year to the end of the reporting period	48.63	

## II. Shareholder Information

(I) Total number of ordinary shareholders, the number of preferred shareholders with restored voting rights, and shares held by top ten shareholders

Unit: share

Total number of ordinary shareholders at the end of the reporting period	63,902	Total number of preferred shareholders with restored voting rights at end of reporting period (if any)	N/A			
Shares held by top ten shareholders						
Shareholder name	Nature of shareholder	Shares held	Proportion (%)	Number of shares held with restrictions on sales	Pledged, marked or frozen share	
					Share status	Quantity
State Development & Investment Corp., Ltd.	State-owned legal person	3,825,443,039	51.32	488,306,450	N/A	0
China Yangtze Power Co., Ltd.	State-owned legal person	1,042,789,214	13.99	0	N/A	0
Yangtze Power Investment Management Co., Ltd.	State-owned legal person	259,114,108	3.48	0	N/A	0
China Securities Finance Corporation Limited	State-owned legal person	203,657,917	2.73	0	N/A	0
Hong Kong Securities Clearing Company Ltd.	Overseas legal person	115,963,749	1.56	0	N/A	0
Citibank, National Association	Overseas legal person	82,419,800	1.11	0	N/A	0
National Social Security Fund 106 Portfolio	Unknown	41,125,488	0.55	0	N/A	0



E Fund Management Co., Ltd. - Social Security Fund 1104 Portfolio	Unknown	41,000,135	0.55	0	N/A	0
National Social Security Fund 101 Portfolio	Unknown	37,500,020	0.50	0	N/A	0
China Construction Bank Corporation - E Fund Environmental Protection Theme Flexible Allocation Hybrid Securities Investment Fund	Unknown	32,852,234	0.44	0	N/A	0
Shares held by top ten unrestricted shareholders						
Name of shareholder	Quantity of unrestricted tradable shares held	Type and quantity of share				
		Type	Quantity			
State Development & Investment Corp., Ltd.	3,337,136,589	RMB ordinary shares	3,337,136,589			
China Yangtze Power Co., Ltd.	1,042,789,214	RMB ordinary shares	1,042,789,214			
Yangtze Power Investment Management Co., Ltd.	259,114,108	RMB ordinary shares	259,114,108			
China Securities Finance Corporation Limited	203,657,917	RMB ordinary shares	203,657,917			
Hong Kong Securities Clearing Company Ltd.	115,963,749	RMB ordinary shares	115,963,749			
Citibank, National Association	82,419,800	RMB ordinary shares	82,419,800			
National Social Security Fund 106 Portfolio	41,125,488	RMB ordinary shares	41,125,488			
E Fund Management Co., Ltd. - Social Security Fund 1104 Portfolio	41,000,135	RMB ordinary shares	41,000,135			
National Social Security Fund 101 Portfolio	37,500,020	RMB ordinary shares	37,500,020			

China Construction Bank Corporation - E Fund Environmental Protection Theme Flexible Allocation Hybrid Securities Investment Fund	32,852,234	RMB ordinary shares	32,852,234
Affiliated relations or actions in concert of the above shareholders	<p>SDIC, the biggest shareholder of the Company, has no affiliated relation with the rest nine shareholders, and they are not persons acting in concert as stipulated in the <i>Administrative Measures of the Takeover of Listed Companies</i>.</p> <p>China Yangtze Power Co., Ltd. and China Yangtze Power Investment Management Co., Ltd. are persons acting in concert;</p> <p>Affiliated relations among other shareholders are unknown and whether other shareholders are persons acting in concert specified in the <i>Measures for the Administration of the Takeover of Listed Companies</i> is also unknown.</p>		

### III. Other Reminders

Other important information about the Company's operation during the reporting period that investors should be reminded of

Applicable  Not applicable

#### IV. Quarterly Financial Statements

(I) Type of Audit Opinion

Applicable Not applicable

(II) Financial Statements

#### Consolidated Balance Sheet

September 30, 2023

Prepared by: SDIC Power Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	September 30, 2023	December 31, 2022
<b>Current assets:</b>		
Monetary fund	12,102,841,295.71	11,638,780,970.46
Settlement reserves	-	-
Lendings to banks and other financial institutions	-	-
Financial assets held for trading	134,771,187.15	131,151,803.40
Derivative financial assets	93,977,046.85	77,790,465.98
Notes receivable	43,213,406.07	44,062,537.46
Accounts receivable	13,247,788,932.60	8,971,517,786.07
Receivables financing	3,865,327.05	98,893,922.83
Advances to suppliers	381,968,019.57	186,787,695.81
Premiums receivable		-
Reinsurance account receivables		-
Deposits receivable from reinsurance contracts		-
Other receivables	949,372,209.17	699,509,981.74
Including: Interest receivables	-	-

Dividend receivables	63,771,631.92	122,599,145.07
Financial assets held under resale agreements		-
Inventories	1,327,458,058.19	1,217,472,605.40
Contractual assets	-	-
Assets held for sale	-	-
Current portion of non-current assets	-	-
Other current assets	549,795,870.78	255,798,428.32
Total current assets	28,835,051,353.14	23,321,766,197.47
<b>Non-current assets:</b>		
Disbursement of loans and advances to customers	-	-
Debt investment	-	-
Other debt investments	-	-
Long-term receivables	6,830,497,339.92	4,955,753,141.51
Long-term equity investment	10,153,078,396.98	9,760,470,905.45
Other equity instrument investments	262,401,033.43	277,677,276.23
Other non-current financial assets		-
Investment properties	109,448,948.06	115,440,759.56
Fixed assets	191,766,799,786.60	194,485,222,141.09
Projects under construction	17,361,310,165.33	12,333,411,257.55
Bearer biological assets		-
Oil and gas assets		-
Right-of-use assets	779,072,563.97	676,747,771.25
Intangible assets	5,902,395,072.55	5,665,249,840.13
Development expenditures	677,971.61	12,662,022.14
Goodwill	146,292,117.53	108,253,630.99
Long-term prepaid expenses	123,966,553.12	141,554,284.68

Deferred income tax assets	1,014,845,109.14	1,109,668,542.68
Other non-current assets	5,361,650,171.04	5,389,962,051.42
Total non-current assets	239,812,435,229.28	235,032,073,624.68
Total assets	268,647,486,582.42	258,353,839,822.15
<b>Current liabilities:</b>		
Short-term borrowings	9,023,279,968.79	11,298,824,403.10
Borrowings from the central bank	-	-
Borrowings from banks and other financial institutions	-	-
Financial liabilities held for trading	-	-
Derivative financial liabilities	-	-
Notes payable	518,456,606.68	460,532,777.04
Account payables	3,774,634,957.18	4,087,055,216.02
Advances from customers	5,887,249.19	5,052,769.73
Contractual liabilities	36,390,546.89	3,838,526.48
Financial assets sold under repurchase agreements		-
Deposits from banks and other financial institutions		-
Customer deposits for securities trading	-	-
Customer deposits for securities underwriting	-	-
Employee compensation payable	221,044,955.73	146,331,074.86
Taxes payable	1,626,573,068.66	1,345,838,878.87
Other payables	15,344,111,259.66	16,964,952,414.46
Including: Interest payable	-	-
Dividends payable	103,241,856.18	71,076,080.55
Fees and commissions payable		
Reinsurance accounts payable	-	-
Liabilities held for sale	-	-

Current portion of non-current liabilities	8,402,324,184.82	10,449,495,439.90
Other current liabilities	364,566.73	203,744.15
Total current liabilities	38,953,067,364.33	44,762,125,244.61
<b>Non-current liabilities:</b>		
Insurance contract reserves		
Long-term borrowings	115,250,349,174.23	106,364,045,546.78
Bonds payable	10,928,977,948.09	10,989,238,521.17
Including: preferred shares	-	-
Perpetual bonds	-	-
Lease liabilities	537,923,655.84	465,732,891.83
Long-term payables	328,640,907.44	338,223,870.47
Long-term employee compensation payable	474,768,863.60	486,187,869.48
Estimated liabilities	24,422,700.06	23,096,668.02
Deferred incomes	141,038,077.20	153,170,943.78
Deferred income tax liabilities	644,009,764.07	582,064,334.42
Other non-current liabilities	596,148,414.77	572,943,372.18
Total non-current liabilities	128,926,279,505.30	119,974,704,018.13
Total liabilities	167,879,346,869.63	164,736,829,262.74
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	7,454,179,797.00	7,454,179,797.00
Other equity instruments	5,698,879,716.99	5,699,115,566.05
Including: preferred shares	-	-
Perpetual bonds	5,698,879,716.99	5,699,115,566.05
Capital reserve	10,956,029,592.34	10,948,392,103.57
Less: treasury shares	-	-
Other comprehensive income	600,070,250.20	485,511,565.13

Special reserves	148,588,194.82	23,951,234.01
Surplus reserves	3,085,238,716.45	3,085,238,716.45
General risk reserve	-	-
Undistributed profits	30,701,102,964.52	26,813,908,417.16
Total owners' equity (or shareholders' equity) attributable to the parent company	58,644,089,232.32	54,510,297,399.37
Minority shareholders' equity	42,124,050,480.47	39,106,713,160.04
Total owners' equity (or shareholders' equity)	100,768,139,712.79	93,617,010,559.41
Total liabilities and owners' equity (or shareholders' equity)	268,647,486,582.42	258,353,839,822.15

Person in charge of the Company: Zhu Jiwei Person in charge of accounting: Zhou Changxin Person in charge of the accounting firm: Zhao Lijun

### Consolidated Income Statement

January to September 2023

Prepared by: SDIC Power Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Q1-3 2023 (January-September)	Q1-3 2022 (January-September)
I. Total operating revenue	42,548,712,586.17	38,170,789,627.95
Including: operating revenue	42,548,712,586.17	38,170,789,627.95
Interest revenue	-	-
Earned premiums	-	-
Fee and commission income	-	-
II. Total operating cost	30,642,386,799.38	29,490,901,319.50
Including: Operating cost	25,890,235,182.05	24,102,514,560.34
Interest expenses	-	-

Fee and commission expenses	-	-
Payments on surrender	-	-
Net claim expenses	-	-
Net provision for insurance contract reserves	-	-
Policyholder dividend expenses	-	-
Reinsurance costs	-	-
Taxes and surcharges	683,610,060.09	729,027,287.42
Selling expense	22,457,032.73	19,034,456.27
Administrative expenses	1,011,205,338.02	878,614,419.25
R&D expenses	57,845,215.91	11,110,172.05
Financial expenses	2,977,033,970.58	3,750,600,424.17
Including: Interest expenses	3,418,279,940.89	3,565,275,434.84
Interest revenue	481,298,273.11	116,594,111.86
Add: other incomes	84,244,115.55	113,391,985.05
Investment income (loss to be listed with "-")	580,283,114.88	384,206,560.74
Including: investment income from associates and joint ventures	580,052,175.71	351,641,422.15
Revenue from derecognition of financial assets measured at amortized cost	-	-
Exchange gains (loss to be listed with "-")	-	-
Net exposure hedging income (loss to be listed with "-")	-	-
Income from changes in fair value (loss to be listed with "-")	-1,410,716.25	-1,410,716.25
Credit impairment loss (loss to be listed with "-")	-113,092,537.12	-128,359,785.38
Asset impairment losses (loss to be listed with "-")	-13,325,842.60	-10,528,759.99
Gains from the disposal of assets (loss to be listed with "-")	5,203,716.73	19,448,156.38
III. Operating profit (loss to be listed with "-")	12,448,227,637.98	9,056,635,749.00
Add: Non-operating revenue	133,129,341.80	64,205,711.60



Less: Non-operating expenses	22,322,185.67	29,795,886.35
IV. Total profit (total loss to be listed with "-")	12,559,034,794.11	9,091,045,574.25
Less: Income tax expenses	1,684,068,662.70	1,491,151,871.67
V. Net profit (net loss to be listed with "-")	10,874,966,131.41	7,599,893,702.58
(I) Classified according to operating continuity		
1. Net profit from continuing operations (net loss to be listed with "-")	10,874,966,131.41	7,599,893,702.58
2. Net profit from discontinued operations (net loss to be listed with "-")	-	-
(II) Classified by attribution of ownership		
1. Net profit attributable to the shareholders of the parent company (net loss to be listed with "-")	6,051,980,712.81	4,125,498,219.10
2. Minority shareholders' profits and losses (net loss to be listed with "-")	4,822,985,418.60	3,474,395,483.48
VI. Net after-tax of other comprehensive income	146,706,239.10	124,978,406.46
(I) Net of tax of other comprehensive income attributable to the owner of the parent company	114,558,685.07	56,401,764.08
1. Other comprehensive income that cannot be reclassified through profit or loss	-15,276,242.80	-66,560,772.20
(1) Changes arising from re-measurement of the defined benefit plan	-	-
(2) Other comprehensive incomes that cannot be reclassified into profits or losses under the equity method	-	-
(3) Changes in fair value of other equity instrument investments	-15,276,242.80	-66,560,772.20
(4) Changes in fair value of the enterprise's credit risk	-	-
2. Other comprehensive income that will be re-classified into profits or losses	129,834,927.87	122,962,536.28

(1) Other comprehensive incomes that can be reclassified into profits or losses under the equity method	56,198,044.98	104,576,973.35
(2) Changes in fair value of other debt investments	-	-
(3) Amount of financial assets reclassified into other comprehensive incomes	-	-
(4) Provision for impairment of credit in other debt investment	-	-
(5) Cash flow hedge reserve	9,347,244.59	54,337,236.13
(6) Translation difference of foreign currency financial statements	63,925,946.76	-36,663,558.58
(7) Others	363,691.54	711,885.38
(II) Net of tax of other comprehensive income attributable to minority shareholders	32,147,554.03	68,576,642.38
VII. Total comprehensive income	11,021,672,370.51	7,724,872,109.04
(I) Total comprehensive income attributable to the owners of the parent company	6,166,539,397.88	4,181,899,983.18
(II) Total comprehensive income attributable to minority shareholders	4,855,132,972.63	3,542,972,125.86
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.7938	0.5341
(II) Diluted earnings per share (RMB/share)	0.7938	0.5341

In case of business combinations under common control in the current period, the net profit realized by the combined party before the combination is RMB 0 and the net profit realized by the combined party in the previous period is RMB 0.

Person in charge of the Company: Zhu Jiwei Person in charge of accounting: Zhou Changxin Person in charge of the accounting firm: Zhao Lijun

### Consolidated Cash Flow Statement

January to September 2023

Prepared by : SDIC Power Holdings Co., Ltd.

Unit: Yuan Currency: RMB Audit type: Unaudited

Item	Q1-3 2022 (January-September)	Q1-3 2021 (January-September)
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods or rendering of services	42,675,660,052.64	38,274,794,674.59
Net increase in deposits from customers and placements from banks and other financial institutions		
Net increase in borrowings from the central bank		
Net increase in borrowings from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance operations		
Net increase in policyholders' deposits and investments		
Cash received from interests, fees and commissions		
Net increase in borrowings from banks and other financial institutions		
Net increase in capital for repurchase		
Net cash received from securities trading agency services		
Refund of taxes and surcharge	84,805,750.15	741,214,182.74
Other cash received relating to operating activities	764,004,182.65	781,829,462.28
Subtotal of cash inflows from operating activities	43,524,469,985.44	39,797,838,319.61
Cash paid for goods and services	18,322,171,667.16	16,320,253,439.86
Net increase in loans and advances to customers		
Net increase in deposits in the central bank and other financial institutions		
Cash paid for claims on original insurance contracts		
Net increase in lendings to banks and other financial institutions		
Cash paid for interests, fees and commissions		

Cash paid for policyholders' dividend		
Cash paid to and on behalf of employees	2,129,489,763.49	1,907,996,612.15
Taxes and surcharges cash payments	4,686,154,009.29	4,496,735,792.26
Other cash payments related to operating activities	829,440,112.38	666,121,534.38
Subtotal of cash outflows from operating activities	25,967,255,552.32	23,391,107,378.65
Net cash flow from operating activities	17,557,214,433.12	16,406,730,940.96
<b>II. Cash flows from investing activities:</b>		
Cash received from investment recovery	-	108,375,965.31
Cash received from acquirement of investment income	391,493,951.28	474,745,124.26
Net cash received from the sale of fixed assets, intangible assets and other long-term assets	3,802,906.44	28,946,006.29
Net cash received from disposal of subsidiaries and other business units	-	
Other cash receipts relating to investment activities	643,093.58	19,820,050.00
Subtotal of cash inflows from investment activities	395,939,951.30	631,887,145.86
Cash paid to acquire fixed assets, intangible assets and other long-term assets	12,186,619,730.23	7,728,081,340.16
Cash paid to acquire investments	21,053,550.69	191,676,645.00
Net increase in pledged loans		
Net cash paid to acquire subsidiaries and other business units	135,752,287.71	697,331,073.60
Other cash payments relating to investment activities	703,978,019.19	170,477,473.48
Subtotal of cash outflows from investment activities	13,047,403,587.82	8,787,566,532.24
Net cash flow from investing activities	-12,651,463,636.52	-8,155,679,386.38
<b>III. Cash flow from financing activities:</b>		
Cash received from absorbing investment	922,203,121.96	908,027,175.35
Including: Cash received by subsidiaries from minority shareholders' investments	922,203,121.96	908,027,175.35

Cash received from borrowings	31,796,245,268.21	32,775,087,033.24
Other cash received relating to financing activities	499,750,000.00	15,484,444.87
Subtotal of cash inflows from financing activities	33,218,198,390.17	33,698,598,653.46
Cash paid for repayment of debts	28,392,090,324.53	30,384,286,258.62
Cash paid for distributing dividends and profits or paying interests	8,644,967,059.79	7,114,594,708.39
Including: Dividends and profits paid by subsidiaries to minority shareholders	2,844,308,113.70	1,733,796,079.15
Other cash paid relating to financing activities	607,739,768.42	43,466,406.83
Subtotal of cash outflows from financing activities	37,644,797,152.74	37,542,347,373.84
Net cash flow from financing activities	-4,426,598,762.57	-3,843,748,720.38
<b>IV. Effects from change of exchange rate on cash and cash equivalents</b>	34,492,054.84	15,809,011.08
<b>V. Net increase in cash and cash equivalents</b>	513,644,088.87	4,423,111,845.28
Add: beginning balance of cash and cash equivalents	11,386,037,121.72	8,659,597,034.62
<b>VI. Ending balance of cash and cash equivalents</b>	11,899,681,210.59	13,082,708,879.90

Person in charge of the Company: Zhu Jiwei Person in charge of accounting: Zhou Changxin Person in charge of the accounting firm: Zhao Lijun

**The initial application of new accounting standards or their interpretations in 2023 involves the adjustments to the financial statements at the beginning of the year of such application**

Applicable  Not Applicable

Reasons for adjusting the financial statements as of the beginning of the year

The Group has carried out accounting treatment in accordance with Interpretation No. 16 of the Accounting Standards for Business Enterprises (hereinafter referred to as Interpretation No. 16) since January 1, 2023. For right-of-use assets and lease liabilities recognized due to single transactions occurred between the beginning of the earliest period of the financial statement subject to the first implementation of Interpretation No. 16 and the implementation date of Interpretation No. 16, the Group makes retroactive adjustments in accordance with the provisions of Interpretation No. 16.

Consolidated Balance Sheet

Unit: Yuan Currency: RMB

<b>Item</b>	<b>December 31, 2022</b>	<b>January 1, 2023</b>	<b>Adjustment amount</b>
Deferred income tax assets	1,010,283,677.97	1,109,668,542.68	99,384,864.71
Deferred income tax liabilities	475,255,958.77	582,064,334.42	106,808,375.65
Undistributed profit	26,820,304,459.95	26,813,908,417.16	-6,396,042.79
Minority shareholders' equity	39,107,740,628.19	39,106,713,160.04	-1,027,468.15

The first implementation of Interpretation No. 16 has no impact on the beginning financial statements of the parent company.