



(GDR under the symbol "HTSC")

## THIRD QUARTERLY REPORT OF 2023

This announcement contains the Chinese original version and English translation of the “Huatai Securities 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.

### DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context otherwise requires.

“Board” or “Board of Directors”                      the board of Directors of the Company

“Company”                                      a joint stock company incorporated in the People’s Republic of China with limited liability under the corporate name 华泰证券股份有限公司 (Huatai Securities Co., Ltd.), converted from its predecessor 华泰证券有限责任公司 (Huatai Securities Limited Liability Company) on December 7, 2007, carrying on business in Hong Kong as “HTSC”, and was registered as a registered non-Hong Kong company under Part 16 of the Companies Ordinance under the Chinese approved name of “华泰六八八六股份有限公司” and English name of “Huatai Securities Co., Ltd.”; the H Shares of which have been listed on the main board of The Stock Exchange of Hong Kong Limited since June 1, 2015 (Stock Code: 6886); the A Shares of which have been listed on the Shanghai Stock Exchange since February 26, 2010 (Stock Code: 601688); the global depository receipts of which have been listed on the London Stock Exchange plc since June 2019 (Symbol: HTSC), unless the context otherwise requires, including its predecessor

“CSRC”	the China Securities Regulatory Commission (中國證券監督管理委員會)
“Director(s)”	the director(s) of the Company
“GDR”	global depository receipt
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Jiangsu SASAC”	State-owned Assets Supervision and Administration Commission of Jiangsu Provincial Government (江蘇省政府國有資產監督管理委員會)
“Listing Rules”	the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited
“PRC” or “State”	the People’s Republic of China (excluding, for the purpose of this announcement, Hong Kong, Macau Special Administrative Region of the PRC and Taiwan)
“RMB”	Renminbi, the lawful currency of the PRC, the basic unit of which is “yuan”
“Reporting Period”	July 1, 2023 to September 30, 2023
“Singapore”	the Republic of Singapore
“SGD”	the lawful currency of Singapore
“Supervisor(s)”	the supervisor(s) of the Company
“Supervisory Committee”	the supervisory committee of the Company
“%”	per cent.

Huatai Securities Co., Ltd.  
October 30, 2023

**HUATAI SECURITIES CO., LTD.  
THIRD QUARTERLY REPORT OF 2023**

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## 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 legal liabilities to the information contained herein.

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 information contained in this quarterly report is true, accurate and complete.

Whether the third quarterly financial statements have been audited

☐ Yes   ☒ No

## I. KEY FINANCIAL DATA

### (I) Key accounting data and financial indicators

Unit: Yuan										Currency: RMB	
Items	The Reporting Period	The corresponding period of the previous year		Beginning of the year to the end of the Reporting Period	Change (%) for the Reporting Period as compared to the corresponding period of the previous year		The corresponding period of the previous year		Change (%) for the beginning of the year to the end of the Reporting Period as compared to the corresponding period of the previous year		
		Before adjustment	After adjustment		After adjustment	Before adjustment					
							After adjustment	After adjustment			
Operating revenue	8,859,974,226.49	7,452,333,173.37	7,452,333,173.37	27,229,268,548.26	18.89	23,618,432,265.55	23,618,432,265.55	15.29			
Net profit attributable to the shareholders of the listed Company	3,029,939,690.89	2,445,957,634.56	2,445,664,200.57	9,585,579,945.26	23.89	7,821,165,790.10	7,821,627,244.56	22.55			
Net profit attributable to the shareholders of the listed Company excluding non-recurring gains or losses	2,747,770,922.51	2,330,189,066.60	2,329,895,632.61	9,764,387,704.39	17.94	7,636,944,947.60	7,637,406,402.06	27.85			
Net cash flow generated from operating activities	N/A	N/A	N/A	-20,056,057,347.82	N/A	31,229,756,530.52	31,229,756,530.52	N/A			
Basic earnings per share (RMB/share)	0.32	0.26	0.26	1.02	23.08	0.84	0.84	21.43			
Diluted earnings per share (RMB/share)	0.31	0.26	0.26	1.00	19.23	0.82	0.82	21.95			
Weighted average return on net assets (%)	1.93	1.66	1.66	6.15	Increased by 0.27 percentage point	5.35	5.35	Increased by 0.80 percentage point			

	As of the end of the Reporting Period	As of the end of the previous year Before adjustment	After adjustment	Change (%) as of the end of the Reporting Period as compared to the end of the previous year After adjustment
Total assets	868,055,921,602.09	846,567,015,810.33	846,570,989,585.00	2.54
Owners' equity attributable to the shareholders of the listed Company	172,082,745,449.97	165,087,200,788.97	165,095,101,823.43	4.23

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

### Reason for retrospective adjustment or restatement:

Pursuant to the requirements under Article 1 of the Notice on Issue of the Enterprise Accounting Standards Interpretation No. 16 (Caikuai [2022] No. 31) (《關於印發<企業會計準則解釋第16號>的通知》(財會[2022]31號)) issued by the Ministry of Finance on November 30, 2022, the Company has changed its accounting policies from January 1, 2023 and made retrospective adjustments to the accounting statements for previous years. For details, please refer to the Announcement on Change in Accounting Policies of Huatai Securities Co., Ltd. disclosed on April 29, 2023.

### (II) Items and amount of non-recurring gains or losses

Items	Unit: Yuan Currency: RMB	
	Amount for the Reporting Period	Amount from the beginning of the year to the end of the Reporting Period
Gains or losses on disposal of non-current assets	847,244.89	423,245.79
Government grants included in current profit or loss (other than on-going government grants which are closely related to the Company's normal operation, meet the requirements of government policies and are subject to certain limits and conditions)	135,676,971.24	226,247,595.52
Gains from the excess of the fair value of the identifiable net assets of investee companies on acquisition of the investment over the cost of investment in the Company's subsidiaries, associates and joint ventures	240,491,029.86	240,491,029.86
Other non-operating income and expenses apart from the aforesaid items	-514,813.46	-689,634,328.70
Less: Effect of income tax	93,994,328.89	-43,701,588.63
Effect of minority interests (after tax)	337,335.26	36,890.23
Total	<u>282,168,768.38</u>	<u>-178,807,759.13</u>

Description of non-recurring gains or losses items as illustrated in the Explanatory Announcement on Information Disclosure for Companies Offering Their Securities to the Public No. 1 – Non-recurring Gains or Losses defined as its recurring gains or losses items

☐ Applicable ☒ Not applicable

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

☒ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Balance sheet items	Balance as at the end of the period	Balance as at the end of the previous year	Change (%)	Reasons for change
Receivables	10,472,092,102.12	7,804,340,649.41	34.18	Mainly due to the increase in receivables from brokers, dealers and clearing houses
Financial assets held under resale agreements	12,060,415,691.31	34,824,221,391.64	-65.37	Mainly due to the decrease in scale of reverse repurchase
Other debt investments	16,703,250,840.55	10,504,379,072.24	59.01	Mainly due to the increase in scale of other debt investments
Investment properties	137,281,781.31	217,585,767.44	-36.91	Mainly due to the decrease in rental housing
Construction in progress	463,403,629.39	195,750,312.31	136.73	Mainly due to the increase in investments in construction projects
Deferred income tax assets	817,018,350.26	600,473,004.83	36.06	Mainly due to the increase in deductible temporary differences
Short-term loans	14,813,441,089.39	7,997,434,369.44	85.23	Mainly due to the increase in scale of short-term borrowings
Placements from other financial institutions	36,221,649,109.68	25,877,713,063.31	39.97	Mainly due to the increase in scale of placements from other financial institutions
Derivative financial liabilities	15,164,674,927.30	9,638,125,064.39	57.34	Mainly due to the increase in scale of the derivative business
Funds payable to securities issuers	1,095,716,725.31	150,460,486.80	628.24	Mainly due to the increase in equity underwriting payables
Contract liabilities	540,421,290.66	218,942,583.42	146.83	Mainly due to the increase in advance consideration received from customers
Estimated liabilities	710,921,512.35	101,047.62	703,450.97	Mainly due to the increase in estimated liabilities



Income statement items	Beginning of the year to the end of the Reporting Period (January to September)	Beginning of the previous year to the end of the reporting period in the previous year (January to September)	Change (%)	Reasons for change
Net interest income	855,914,567.50	2,078,906,085.14	-58.83	Mainly due to the increase in interest expenses on interest-bearing liabilities
Investment gains	11,963,111,389.61	5,619,373,534.75	112.89	Mainly due to the increase in investment gains or losses of financial instruments
Gains from change in fair value	-2,160,055,212.25	-903,888,770.99	N/A	Mainly due to the decrease in gains or losses from changes in fair value of financial instruments
Non-operating income	276,731,874.43	1,464,263.12	18,799.05	Mainly due to the increase in gains from purchases of interests in associates with reduced prices
Non-operating expenses	725,875,173.27	37,001,862.26	1,861.73	Mainly due to the increase in estimated liabilities

## 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	212,155	Total number of shareholders of preferred shares with voting rights restored as of the end of the Reporting Period (if any)	-
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#### 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
Jiangsu Guoxin Investment Group Limited	State-owned legal person	1,373,481,636	15.14	-	Nil		-
HKSCC Nominees Limited	Foreign legal person	1,248,042,388	13.75	-	Nil		-
Jiangsu Communications Holding Co., Ltd.	State-owned legal person	489,065,418	5.39	-	Nil		-
Govtor Capital Group Co., Ltd.	State-owned legal person	355,879,206	3.92	-	Nil		-
Jiangsu SOHO Holdings Group Co., Ltd.	State-owned legal person	275,601,388	3.04	-	Nil		-
Alibaba (China) Technology Co., Ltd.	Domestic non-state-owned legal person	268,199,233	2.96	-	Nil		-
Hong Kong Securities Clearing Company Limited	Foreign legal person	242,251,245	2.67	-	Nil		-
China Securities Finance Corporation Limited	State-owned legal person	152,906,738	1.68	-	Nil		-
Jiangsu SOHO International Group Corp.	State-owned legal person	135,838,367	1.50	-	Nil		-
Jiangsu Hiteker High-tech Co., Ltd.	Domestic non-state-owned legal person	123,169,146	1.36	-	Unknown		123,169,146

**Shareholding of top ten shareholders not subject to selling restrictions**

Name of shareholder	Number of tradable shares held not subject to selling restrictions	Class and number of shares	
		Class of shares	Number
Jiangsu Guoxin Investment Group Limited	1,373,481,636	Ordinary shares in RMB	1,271,072,836
HKSCC Nominees Limited	1,248,042,388	Overseas listed foreign shares	102,408,800
Jiangsu Communications Holding Co., Ltd.	489,065,418	Overseas listed foreign shares	1,248,042,388
Govtor Capital Group Co., Ltd.	355,879,206	Ordinary shares in RMB	452,065,418
		Overseas listed foreign shares	37,000,000
Jiangsu SOHO Holdings Group Co., Ltd.	275,601,388	Ordinary shares in RMB	341,674,006
Alibaba (China) Technology Co., Ltd.	268,199,233	Overseas listed foreign shares	14,205,200
Hong Kong Securities Clearing Company Limited	242,251,245	Ordinary shares in RMB	74,188,388
China Securities Finance Corporation Limited	152,906,738	Overseas listed foreign shares	201,413,000
Jiangsu SOHO International Group Corp.	135,838,367	Ordinary shares in RMB	268,199,233
Jiangsu Hiteker High-tech Co., Ltd.	123,169,146	Ordinary shares in RMB	242,251,245
		Overseas listed foreign shares	152,906,738
		Ordinary shares in RMB	41,132,567
		Overseas listed foreign shares	94,705,800
		Ordinary shares in RMB	123,169,146
Description of the related party relationship or action in concert among the above shareholders	Jiangsu Guoxin Investment Group Limited, Jiangsu Communications Holding Co., Ltd., Govtor Capital Group Co., Ltd. and Jiangsu SOHO Holdings Group Co., Ltd. are wholly-owned by Jiangsu SASAC. Jiangsu SOHO Holdings Group Co., Ltd. is a controlling shareholder of Jiangsu SOHO International Group Corp. Apart from the above, the Company is not aware of any related party relationship among other shareholders or whether such shareholders are parties acting in concert as specified in the Regulations on the Takeover of Listed Companies.		
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)	As of the end of the Reporting Period, 354,000 A Shares held by Govtor Capital Group Co., Ltd. remained outstanding due to refinancing. When fully repaid, its actual shareholding in the Company will be 342,028,006 A Shares and 14,205,200 H Shares, representing 3.93% of the total share capital of the Company.		

- Notes: 1. The class of shareholders of ordinary shares in RMB (A Shares) represents the class of accounts held by shareholders registered with Shanghai Branch of China Securities Depository and Clearing Corporation Limited.
2. Among shareholders of overseas listed foreign shares (H Shares) of the Company, shares of non-registered shareholders are held by HKSCC Nominees Limited on their behalf. As of the end of the Reporting Period, Jiangsu Guoxin Investment Group Limited, Jiangsu Communications Holding Co., Ltd., Govtor Capital Group Co., Ltd., Jiangsu SOHO Holdings Group Co., Ltd. and Jiangsu SOHO International Group Corp. acquired, via Stock Connect's Southbound Trading, 102,408,800, 37,000,000, 14,205,200, 201,413,000 and 94,705,800 H Shares of the Company, respectively, which are also being held by HKSCC Nominees Limited. These shares are specifically listed separately at the time of the disclosure of this report; should such shares be included, the actual number of shares held by HKSCC Nominees Limited on their behalf would have been 1,715,773,788 shares, representing 18.91% of the total share capital of the Company.
3. Hong Kong Securities Clearing Company Limited is a nominal holder of A Shares of the Company held by the investors in Northbound Trading under Shanghai-Hong Kong Stock Connect.
4. Citibank, National Association is the depositary of the Company's GDRs, and the domestic underlying A Shares represented by the GDRs are legally registered under its name. According to the statistics provided by the depositary, the Company had a total of 133,845 GDRs in the duration period as of the end of the Reporting Period, accounting for 0.16% of the approved number for issuance by the CSRC.
5. Among the total number of shareholders of ordinary shares as of the end of the Reporting Period, the number of shareholders of A Shares amounted to 205,178 and the number of registered shareholders of H Shares amounted to 6,977.

### 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. During the Reporting Period, the Company completed the repurchase and cancellation of 925,692 restricted A Shares, after which the total share capital of the Company is 9,074,663,335 shares, including 7,355,617,655 A Shares, representing 81% of the total number of shares, and 1,719,045,680 H Shares, representing 19% of the total number of shares.
2. During the Reporting Period, through Beijing Equity Exchange, the Company was assigned with 0.0812% equity interest in Huatai United Securities Co., Ltd. ("Huatai United Securities") held by China Eastern Air Holding Company Limited, another shareholder of Huatai United Securities, by way of delisting. As of the disclosure date of this report, Huatai United Securities has completed the industrial and commercial registration modification procedures for equity change. After the assignment, the Company's equity interest in Huatai United Securities has been changed to 100%.
3. During the Reporting Period, Huatai Purple Gold Investment Co., Ltd. ("Huatai Purple Gold Investment"), a wholly-owned subsidiary of the Company, established Suzhou Huatai Huaxin Taihu Photonics Industrial Investment Fund Partnership (Limited partnership) (蘇州華泰華芯太湖光子產業投資基金合夥企業(有限合夥)) with a total subscription scale amounting to RMB500 million. Huatai Purple Gold Investment, as a fund manager, an executive partner and a general partner, contributed RMB75 million.

4. During the Reporting Period, Huatai Financial Holdings (Hong Kong) Limited (“Huatai Financial Holdings (Hong Kong)”), a wholly-owned subsidiary of Huatai International Financial Holdings Company Limited (“Huatai International”), which in turn is a wholly-owned subsidiary of the Company, obtained the qualification as market maker of Bond Connect “Southbound Trading” issued by the Hong Kong Monetary Authority.
5. During the Reporting Period, Huatai Financial Holdings (Hong Kong) obtained the license for the type 7 regulated activity (providing automated trading services) issued by the Securities and Futures Commission of Hong Kong, with which it can provide automated trading services through the trading platform on which shares are subscribed for before the Initial Public Offering.
6. During the Reporting Period, Huatai International made capital contribution of SGD50 million to its wholly-owned subsidiary, Huatai Securities (Singapore) Pte. Limited (“Singapore Subsidiary”). The registered capital of the Singapore Subsidiary changed to SGD55 million after the capital increase.
7. During the Reporting Period, the Singapore Subsidiary obtained the Capital Markets Services License and the qualification of an exempt financial adviser issued by the Monetary Authority of Singapore.

#### **IV. QUARTERLY FINANCIAL STATEMENTS**

##### **(I) Type of audit opinions**

☐ Applicable    ☒ Not applicable

## (II) Financial statements

### Consolidated Balance Sheet

September 30, 2023

Prepared by: Huatai Securities Co., Ltd.

Unit: Yuan    Currency: RMB    Type of audit: Unaudited

Items	September 30, 2023	December 31, 2022
<b>Assets:</b>		
Monetary capital	140,645,965,049.46	155,611,751,475.45
Of which: Customer fund deposits	88,194,360,323.58	110,431,006,423.76
Clearing settlement funds	49,907,790,732.91	38,745,845,328.92
Of which: Settlement funds from customers	41,553,619,473.29	30,029,339,793.32
Precious metal	—	—
Placements with other financial institutions	—	—
Margin loans	105,200,247,438.72	100,648,374,713.73
Derivative financial assets	17,577,979,228.49	15,788,300,794.08
Refundable deposits	41,139,852,898.50	42,706,776,632.52
Receivables	10,472,092,102.12	7,804,340,649.41
Receivables financing	—	—
Contract assets	—	—
Financial assets held under resale agreements	12,060,415,691.31	34,824,221,391.64
Held-for-sale assets	—	—

Items	September 30, 2023	December 31, 2022
<b>Financial investments:</b>		
Trading financial assets	382,844,027,931.91	351,546,008,749.87
Debt investments	49,627,134,615.87	48,552,570,216.94
Other debt investments	16,703,250,840.55	10,504,379,072.24
Other equity instrument investments	274,406,541.69	241,586,793.58
Long-term equity investments	20,285,510,328.38	19,241,162,729.26
Investment properties	137,281,781.31	217,585,767.44
Fixed assets	4,553,581,541.43	4,681,670,244.49
Construction in progress	463,403,629.39	195,750,312.31
Right-of-use assets	1,431,725,855.48	1,409,962,145.45
Intangible assets	7,353,036,426.46	7,439,816,303.97
Goodwill	3,622,881,925.55	3,352,218,983.68
Deferred income tax assets	817,018,350.26	600,473,004.83
Other assets	2,938,318,692.30	2,458,194,275.19
	<hr/>	<hr/>
Total assets	<u>868,055,921,602.09</u>	<u>846,570,989,585.00</u>

Items	September 30, 2023	December 31, 2022
<b>Liabilities:</b>		
Short-term loans	14,813,441,089.39	7,997,434,369.44
Short-term financing payables	20,041,057,633.57	25,772,603,803.83
Placements from other financial institutions	36,221,649,109.68	25,877,713,063.31
Trading financial liabilities	48,001,513,740.77	48,575,558,959.92
Derivative financial liabilities	15,164,674,927.30	9,638,125,064.39
Financial assets sold under repurchase agreements	132,467,656,084.88	144,117,998,464.81
Securities brokerage payables	137,977,399,125.81	152,551,723,234.45
Securities underwriting payables	1,095,716,725.31	150,460,486.80
Employee benefits payables	10,662,654,313.31	11,892,625,022.61
Tax payables	1,052,473,615.49	999,459,547.41
Payables	116,577,397,945.44	105,297,640,231.52
Contract liabilities	540,421,290.66	218,942,583.42
Held-for-sale liabilities	—	—
Estimated liabilities	710,921,512.35	101,047.62
Long-term loans	653,296,051.05	804,902,959.53
Bonds payables	150,549,327,613.82	139,419,337,853.75
Of which: Preference shares	—	—
Perpetual bonds	—	—
Lease liabilities	1,529,953,135.37	1,518,585,619.09
Deferred income	—	—
Deferred income tax liabilities	2,658,075,664.05	2,199,928,166.60
Other liabilities	2,167,408,067.41	1,681,239,113.53
Total liabilities	<u>692,885,037,645.66</u>	<u>678,714,379,592.03</u>

Items	September 30, 2023	December 31, 2022
<b>Owners' equity (or equity of shareholders):</b>		
Paid up capital (or share capital)	9,074,663,335.00	9,075,589,027.00
Other equity instruments	21,700,000,000.00	19,200,000,000.00
Of which: Preference shares	—	—
Perpetual bonds	21,700,000,000.00	19,200,000,000.00
Capital reserve	69,573,725,882.77	70,482,060,067.29
Less: Treasury shares	1,064,172,886.70	1,202,324,401.85
Other comprehensive income	1,235,055,073.06	793,229,852.41
Surplus reserve	7,791,328,623.91	7,791,328,623.91
General risk provision	21,092,673,167.76	21,026,132,943.39
Undistributed profits	42,679,472,254.17	37,929,085,711.28
Total equity attributable to the owners (or equity of shareholders) of the parent company	172,082,745,449.97	165,095,101,823.43
Minority interest	3,088,138,506.46	2,761,508,169.54
Total owners' equity (or equity of shareholders)	<u>175,170,883,956.43</u>	<u>167,856,609,992.97</u>
 Total liabilities and owners' equity (or equity of shareholders)	 <u>868,055,921,602.09</u>	 <u>846,570,989,585.00</u>
 Officer in charge of the Company: Zhang Wei	 Officer in charge of accounting: Jiao Xiaoning	 Head of accounting department: Fei Lei



# Consolidated Income Statement

January to September 2023

Prepared by: Huatai Securities Co., Ltd.

Unit: Yuan    Currency: RMB    Type of audit: Unaudited

Items	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
<b>I. Total operating income</b>	27,229,268,548.26	23,618,432,265.55
Net interest income	855,914,567.50	2,078,906,085.14
Of which: Interest income	10,998,849,696.92	10,226,151,785.95
Interest expenses	10,142,935,129.42	8,147,245,700.81
Net fee and commission income	11,083,303,557.46	11,717,860,249.53
Of which: Net fee income from brokerage business	4,625,775,429.12	5,331,174,018.64
Net fee income from investment banking business	2,290,983,850.86	2,904,835,115.51
Net fee income from asset management business	3,148,858,727.41	2,597,019,880.47
Investment gains (“-” indicating losses)	11,963,111,389.61	5,619,373,534.75
Of which: Gains from investments in associates and joint ventures	2,127,887,288.59	275,634,378.30
Gains from derecognition of financial assets measured at amortised cost (“-” indicating losses)	10,173,077.37	—
Net exposure hedging gains (“-” indicating losses)	—	—
Other gains	226,247,595.52	280,747,807.06
Gains from change in fair value (“-” indicating losses)	-2,160,055,212.25	-903,888,770.99
Foreign exchange gains (“-” indicating losses)	2,231,826,538.05	2,010,689,554.72
Other business income	3,028,496,866.58	2,813,971,925.21
Gains from disposal of assets (“-” indicating losses)	423,245.79	771,880.13
<b>II. Total operating expenses</b>	15,562,490,803.21	14,531,406,043.24
Tax and surcharges	140,843,298.66	152,669,583.51
Business and administrative expenses	12,918,097,347.51	12,037,443,722.48
Credit impairment loss	-464,130,794.39	-399,368,273.64
Other asset impairment loss	—	—
Other business costs	2,967,680,951.43	2,740,661,010.89

Items	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
<b>III. Operating profit (“-” indicating losses)</b>	11,666,777,745.05	9,087,026,222.31
Add: Non-operating income	276,731,874.43	1,464,263.12
Less: Non-operating expenses	725,875,173.27	37,001,862.26
<b>IV. Total profit (“-” indicating total losses)</b>	11,217,634,446.21	9,051,488,623.17
Less: Income tax expenses	1,428,907,026.93	985,386,985.76
<b>V. Net profit (“-” indicating net losses)</b>	9,788,727,419.28	8,066,101,637.41
(I) Classified by continuity of operations		
1. Net profit from continuing operations (“-” indicating net losses)	9,788,727,419.28	8,066,101,637.41
2. Net profit from discontinued operations (“-” indicating net losses)	—	—
(II) Classified by ownership of equity		
1. Net profit attributable to shareholders of the parent company (“-” indicating net losses)	9,585,579,945.26	7,821,627,244.56
2. Profit or loss of minority interest (“-” indicating net losses)	203,147,474.02	244,474,392.85
<b>VI. Other comprehensive income, net of tax</b>	514,553,667.05	1,393,928,617.55
Other comprehensive income attributable to owners of the parent company, net of tax	441,825,220.65	1,159,903,453.10
(I) Other comprehensive income that will not be reclassified to profit and loss	13,397,225.59	-609,188.20
1. Changes in amount of re-measurement of defined benefit plan	—	—
2. Other comprehensive income that will not be transferred to profit and loss under the equity method	—	—
3. Change in fair value of other equity instrument investments	13,397,225.59	-609,188.20
4. Change in fair value of the enterprise’s own credit risk	—	—
(II) Other comprehensive income that will be reclassified to profit and loss	428,427,995.06	1,160,512,641.30
1. Other comprehensive income that will be transferred to profit and loss under equity method	-6,874,340.22	41,215,249.98
2. Change in fair value of other debt investments	20,051,619.13	-251,723,607.33
3. Amount of financial assets reclassified to other comprehensive income		
4. Provision for credit losses of other debt investments	220,395.56	-402,598.21
5. Reserve for hedge against cash flow	3,309,800.07	50,494,862.51
6. Exchange differences from translation of financial statements denominated in foreign currencies	411,720,520.52	1,320,928,734.35
7. Other	—	—
Other comprehensive income attributable to minority interest, net of tax	72,728,446.40	234,025,164.45

Items	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
<b>VII. Total comprehensive income</b>	10,303,281,086.33	9,460,030,254.96
Total comprehensive income attributable to owners of the parent company	10,027,405,165.91	8,981,530,697.66
Total comprehensive income attributable to minority interest	275,875,920.42	478,499,557.30
<b>VIII. Earnings per share:</b>		
(I) Basic earnings per share (RMB/share)	1.02	0.84
(II) Diluted earnings per share (RMB/share)	1.00	0.82
Officer in charge of the Company: Zhang Wei	Officer in charge of accounting: Jiao Xiaoning	Head of accounting department: Fei Lei

# Consolidated Cash Flow Statement

January to September 2023

Prepared by: Huatai Securities Co., Ltd.

Unit: Yuan    Currency: RMB    Type of audit: Unaudited

Items	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
<b>I. Cash flows from operating activities:</b>		
Net increase in disposal of trading financial assets	—	—
Cash from sale of products and provision of services	—	—
Net increase in placements from other financial institutions	—	—
Cash received from interest, fees and commissions	24,400,524,781.98	25,174,125,113.99
Net increase in placements from other financial institutions	10,282,156,000.00	34,747,842,504.01
Net increase in cash from repurchase business	—	824,015,560.43
Net decrease in margin loans	—	14,843,242,923.89
Net cash received from securities brokerage services	—	—
Cash received relating to other operating activities	13,820,062,382.03	21,171,245,644.91
Subtotal of cash inflows from operating activities	48,502,743,164.01	96,760,471,747.23
Net increase in financial assets held for trading purpose	18,598,930,939.25	6,716,210,962.93
Net decrease in placements from other financial institutions	—	—
Net increase in margin loans	4,575,389,522.86	—
Net decrease in cash from repurchase business	9,367,478,070.95	—
Net increase in financial assets purchased under resale agreements	—	—
Net cash paid for securities brokerage services	14,562,344,473.24	8,308,519,845.79
Cash paid for interest, fees and commissions	7,963,834,962.08	7,682,889,555.83
Cash paid to and paid for employees	8,602,923,499.96	8,848,038,291.40
Taxes paid	2,133,054,212.14	3,352,370,835.96
Cash paid relating to other operating activities	2,754,844,831.35	30,622,685,724.80
Subtotal of cash outflows from operating activities	68,558,800,511.83	65,530,715,216.71
Net cash flow from operating activities	-20,056,057,347.82	31,229,756,530.52

Items	First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
<b>II. Cash flows from investing activities:</b>		
Cash received from disposal of investments	23,196,457,130.31	25,054,156,485.58
Cash received from investment returns	2,770,586,881.35	1,780,975,912.55
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	124,955.40	—
Net cash received from disposal of subsidiaries and other business units	—	—
Cash received relating to other investing activities	3,622,074.86	38,451,906.49
Subtotal of cash inflows from investing activities	25,970,791,041.92	26,873,584,304.62
Cash paid for investments	30,732,764,383.85	33,231,269,719.18
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	846,567,557.68	562,051,479.39
Cash paid relating to other investing activities	—	—
Subtotal of cash outflows from investing activities	31,579,331,941.53	33,793,321,198.57
Net cash flow from investing activities	-5,608,540,899.61	-6,919,736,893.95
<b>III. Cash flows from financing activities:</b>		
Proceeds from investments	2,500,000,000.00	5,701,401,816.04
Of which: Cash contribution from minority interest to subsidiaries	—	—
Proceeds from borrowings	47,805,362,272.95	10,201,199,132.21
Proceeds from issuance of bonds	55,920,612,140.63	67,869,937,577.93
Cash received relating to other financing activities	—	—
Subtotal of cash inflows from financing activities	106,225,974,413.58	83,772,538,526.18
Cash paid for repayments of borrowings	92,319,789,407.51	86,849,695,261.96
Cash paid for dividends, profits or interest	9,796,702,005.62	8,430,549,327.08
Of which: Dividends and profits paid to minority interest by subsidiaries	—	—
Cash paid for repayments of lease liabilities	509,465,772.72	499,557,895.97
Cash paid relating to other financing activities	15,757,849.74	1,599,230,465.10
Subtotal of cash outflows from financing activities	102,641,715,035.59	97,379,032,950.11
Net cash flow from financing activities	3,584,259,377.99	-13,606,494,423.93

Items		First three quarters of 2023 (January to September)	First three quarters of 2022 (January to September)
<b>IV.</b>	<b>Effect of exchange rate changes on cash and cash equivalents</b>	19,212,530.76	2,410,905,589.25
<b>V.</b>	<b>Net increase in cash and cash equivalents</b>	-22,061,126,338.68	13,114,430,801.89
	Add: Balance of cash and cash equivalents at the beginning of the period	215,921,297,118.14	189,399,437,061.37
<b>VI.</b>	<b>Balance of cash and cash equivalents at the end of the period</b>	193,860,170,779.46	202,513,867,863.26
Officer in charge of the Company: Zhang Wei		Officer in charge of accounting: Jiao Xiaoning	Head of accounting department: Fei Lei

# Balance Sheet of the Parent Company

September 30, 2023

Prepared by: Huatai Securities Co., Ltd.

Unit: Yuan    Currency: RMB    Type of audit: Unaudited

Items	September 30, 2023	December 31, 2022
<b>Assets:</b>		
Monetary capital	80,962,671,360.83	86,574,567,028.52
Of which: Customer fund deposits	61,184,142,782.21	75,070,055,377.94
Clearing settlement funds	55,014,958,913.18	47,135,809,813.24
Of which: Settlement funds from customers	41,545,968,900.74	30,027,968,209.45
Precious metal	—	—
Placements with other financial institutions	—	—
Margin loans	102,956,196,200.19	98,360,566,463.53
Derivative financial assets	11,600,349,697.14	12,910,011,934.59
Refundable deposits	13,439,217,268.70	14,777,245,320.04
Receivables	3,704,611,255.40	2,966,173,370.43
Receivables financing	—	—
Contract assets	—	—
Financial assets held under resale agreements	8,772,005,340.83	31,917,344,380.69
Held-for-sale assets	—	—
<b>Financial investments:</b>		
Trading financial assets	259,993,441,721.87	246,047,565,553.30
Debt investments	49,374,201,750.81	48,304,074,062.34
Other debt investments	11,490,256,307.77	7,354,718,319.71
Other equity instrument investments	52,693,860.03	52,693,860.03
Long-term equity investments	40,005,009,234.78	38,917,299,297.22
Investment properties	875,074,863.99	974,805,994.60
Fixed assets	2,854,974,897.47	2,943,337,515.13
Construction in progress	440,417,151.28	175,102,258.39
Right-of-use assets	812,933,258.32	845,707,943.95
Intangible assets	864,931,578.98	831,803,455.44
Goodwill	—	—
Deferred income tax assets	—	—
Other assets	10,927,245,374.84	11,062,451,831.63
<b>Total assets</b>	<b>654,141,190,036.41</b>	<b>652,151,278,402.78</b>

Items	September 30, 2023	December 31, 2022
<b>Liabilities:</b>		
Short-term loans	—	—
Short-term financing payables	10,910,477,230.64	18,203,723,106.60
Placements from other financial institutions	36,221,649,109.68	25,877,713,063.31
Trading financial liabilities	17,494,762,806.13	17,530,156,482.53
Derivative financial liabilities	10,297,364,144.00	11,673,223,630.40
Financial assets sold under repurchase agreements	102,895,724,054.50	121,317,309,490.13
Securities brokerage payables	96,037,834,935.97	101,426,766,181.33
Securities underwriting payables	11,404,805.71	5,357,400.00
Employee benefits payables	6,427,699,185.68	6,825,116,805.64
Tax payables	221,252,060.32	342,482,669.24
Payables	94,344,448,630.64	86,294,506,980.69
Contract liabilities	—	—
Held-for-sale liabilities	—	—
Estimated liabilities	101,047.62	101,047.62
Long-term loans	—	—
Bonds payables	127,326,127,048.20	116,784,393,390.12
Of which: Preference shares	—	—
Perpetual bonds	—	—
Lease liabilities	828,934,005.54	862,487,499.59
Deferred income	—	—
Deferred income tax liabilities	776,640,629.43	138,320,675.01
Other liabilities	1,459,642,999.97	1,231,218,518.93
Total liabilities	<u>505,254,062,694.03</u>	<u>508,512,876,941.14</u>



Items	September 30, 2023	December 31, 2022
<b>Owners' equity (or equity of shareholders):</b>		
Paid up capital (or share capital)	9,074,663,335.00	9,075,589,027.00
Other equity instruments	21,700,000,000.00	19,200,000,000.00
Of which: Preference shares	—	—
Perpetual bonds	21,700,000,000.00	19,200,000,000.00
Capital reserve	67,989,700,687.22	68,927,381,060.43
Less: Treasury shares	1,064,172,886.70	1,202,324,401.85
Other comprehensive income	89,165,280.62	47,145,460.89
Surplus reserve	7,791,328,623.91	7,791,328,623.91
General risk provision	15,796,401,533.33	15,795,892,112.32
Undistributed profits	27,510,040,769.00	24,003,389,578.94
Total owners' equity (or equity of shareholders)	<u>148,887,127,342.38</u>	<u>143,638,401,461.64</u>
 Total liabilities and owners' equity (or equity of shareholders)	 <u><u>654,141,190,036.41</u></u>	 <u><u>652,151,278,402.78</u></u>
 Officer in charge of the Company: Zhang Wei	 Officer in charge of accounting: Jiao Xiaoning	 Head of accounting department: Fei Lei

# Income Statement of the Parent Company

January to September 2023

Prepared by: Huatai Securities Co., Ltd.

Unit: Yuan    Currency: RMB    Type of audit: Unaudited

Items	First three quarters of 2023	First three quarters of 2022
<b>I. Total operating income</b>	15,049,512,443.90	13,649,735,778.05
Net interest income	2,075,532,940.75	2,049,430,169.58
Of which: Interest income	9,411,319,671.28	9,175,861,899.22
Interest expenses	7,335,786,730.53	7,126,431,729.64
Net fee and commission income	4,600,478,834.34	5,221,091,437.56
Of which: Net fee income from brokerage business	4,094,916,648.90	4,775,124,202.61
Net fee income from investment banking business	308,256,375.74	267,276,434.58
Net fee income from asset management business	—	—
Investment gains (“-” indicating losses)	7,036,635,356.61	4,670,922,937.73
Of which: Gains from investments in associates and joint ventures	2,161,658,641.07	1,764,674,631.38
Gains from derecognition of financial assets measured at amortised cost (“-” indicating losses)	10,173,077.37	—
Net exposure hedging gains (“-” indicating losses)	—	—
Other gains	76,123,958.56	65,191,241.30
Gains from change in fair value (“-” indicating losses)	1,272,243,193.87	1,128,113,500.14
Foreign exchange gains (“-” indicating losses)	-67,836,127.99	441,185,534.17
Other business income	55,895,597.93	73,115,909.15
Gains from disposal of assets (“-” indicating losses)	438,689.83	685,048.42
<b>II. Total operating expenses</b>	6,406,625,528.85	5,814,584,928.76
Tax and surcharges	104,050,975.73	110,412,246.78
Business and administrative expenses	6,772,807,753.61	5,982,586,803.71
Credit impairment loss	-497,077,463.46	-307,546,633.36
Other asset impairment loss	—	—
Other business costs	26,844,262.97	29,132,511.63
<b>III. Operating profit (“-” indicating losses)</b>	8,642,886,915.05	7,835,150,849.29
Add: Non-operating income	271,633,609.72	925,788.95
Less: Non-operating expenses	10,666,167.99	25,020,710.72

Items	First three quarters of 2023	First three quarters of 2022
<b>IV. Total profit (“-” indicating total losses)</b>	8,903,854,356.78	7,811,055,927.52
Less: Income tax expenses	628,040,567.71	693,848,353.10
<b>V. Net profit (“-” indicating net losses)</b>	8,275,813,789.07	7,117,207,574.42
(I) Net profit from continuing operations (“-” indicating net losses)	8,275,813,789.07	7,117,207,574.42
(II) Net profit from discontinued operations (“-” indicating net losses)	—	—
<b>VI. Other comprehensive income, net of tax</b>	42,019,819.73	39,498,976.04
(I) Other comprehensive income that will not be reclassified to profit and loss	—	—
1. Changes in amount of re-measurement of defined benefit plan	—	—
2. Other comprehensive income that will not be transferred to profit and loss under the equity method	—	—
3. Change in fair value of other equity instrument investments	—	—
4. Change in fair value of the enterprise’s own credit risk	—	—
(II) Other comprehensive income that will be reclassified to profit and loss	42,019,819.73	39,498,976.04
1. Other comprehensive income that will be transferred to profit and loss under equity method	-6,874,340.22	41,215,249.98
2. Change in fair value of other debt investments	48,673,764.39	-1,313,675.73
3. Amount of financial assets reclassified to other comprehensive income	—	—
4. Provision for credit losses of other debt investments	220,395.56	-402,598.21
5. Reserve for hedge against cash flow	—	—
6. Exchange differences from translation of financial statements denominated in foreign currencies	—	—
7. Other	—	—
<b>VII. Total comprehensive income</b>	8,317,833,608.80	7,156,706,550.46
<b>VIII. Earnings per share:</b>		
(I) Basic earnings per share (RMB/share)	—	—
(II) Diluted earnings per share (RMB/share)	—	—

Officer in charge of  
the Company:  
Zhang Wei

Officer in charge  
of accounting:  
Jiao Xiaoning

Head of accounting  
department:  
Fei Lei

**Cash Flow Statement of the Parent Company**  
January to September 2023

Prepared by: Huatai Securities Co., Ltd.

Unit: Yuan    Currency: RMB    Type of audit: Unaudited

Items	First three quarters of 2023	First three quarters of 2022
<b>I. Cash flows from operating activities:</b>		
Cash from sale of products and provision of services	—	—
Net increase in placements from other financial institutions	—	—
Cash received from interest, fees and commissions	15,225,873,319.88	15,476,548,505.84
Net increase in placements from other financial institutions	10,282,156,000.00	34,747,842,504.01
Net increase in cash from repurchase business	—	1,308,527,866.09
Net decrease in margin loans	—	16,504,871,261.27
Net cash received from securities brokerage services	—	—
Cash received relating to other operating activities	9,174,035,460.10	13,669,526,940.24
Subtotal of cash inflows from operating activities	34,682,064,779.98	81,707,317,077.45
Net increase in margin loans	4,558,185,554.96	—
Net decrease in cash from repurchase	16,861,692,303.46	—
Net decrease in placements from other financial institutions	—	—
Net cash paid for securities brokerage services	5,388,931,245.36	13,762,591,105.27
Net increase in financial assets held for trading purpose	8,577,777,306.97	10,624,358,091.00
Net increase in placements with other financial institutions	—	—
Net increase in financial assets purchased under resale agreements	—	—
Cash paid for interest, fees and commissions	5,509,351,967.15	5,704,903,851.13
Cash paid to and paid for employees	3,925,560,416.54	4,113,521,136.76
Taxes paid	982,623,676.01	1,711,372,055.97
Cash paid relating to other operating activities	1,991,060,426.60	7,579,432,731.37
Subtotal of cash outflows from operating activities	47,795,182,897.05	43,496,178,971.50
Net cash flow from operating activities	-13,113,118,117.07	38,211,138,105.95

Items	First three quarters of 2023	First three quarters of 2022
<b>II. Cash flows from investing activities:</b>		
Cash received from disposal of investments	20,783,000,000.00	22,666,800,000.00
Cash received from investment returns	3,015,232,444.89	2,224,547,352.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	—	—
Cash received relating to other investing activities	3,622,074.86	21,711,934.95
Subtotal of cash inflows from investing activities	23,801,854,519.75	24,913,059,286.95
Cash paid for investments	26,339,278,249.00	33,593,600,000.00
Cash paid for purchase of fixed assets, intangible assets and other long-term assets	618,984,081.04	302,529,561.64
Cash paid relating to other investing activities	—	—
Subtotal of cash outflows from investing activities	26,958,262,330.04	33,896,129,561.64
Net cash flow from investing activities	-3,156,407,810.29	-8,983,070,274.69
<b>III. Cash flows from financing activities:</b>		
Proceeds from investments	2,500,000,000.00	5,693,756,816.04
Proceeds from borrowings	—	—
Proceeds from issuance of bonds	41,510,470,659.64	48,011,193,831.00
Cash received relating to other financing activities	—	—
Subtotal of cash inflows from financing activities	44,010,470,659.64	53,704,950,647.04
Cash paid for repayments of borrowings	38,745,182,037.00	70,828,968,901.00
Cash paid for dividends, profits or interest	8,125,648,525.23	7,918,215,893.84
Cash paid for repayments of lease liabilities	262,664,588.79	222,068,154.35
Cash paid relating to other financing activities	10,384,496.74	9,230,465.10
Subtotal of cash outflows from financing activities	47,143,879,647.76	78,978,483,414.29
Net cash flow from financing activities	-3,133,408,988.12	-25,273,532,767.25
<b>IV. Effect of exchange rate changes on cash and cash equivalents</b>	-409,889,332.90	649,229,808.20
<b>V. Net increase in cash and cash equivalents</b>	-19,812,824,248.38	4,603,764,872.21
Add: Balance of cash and cash equivalents at the beginning of the period	159,509,159,372.69	142,329,317,203.81
<b>VI. Balance of cash and cash equivalents at the end of the period</b>	139,696,335,124.31	146,933,082,076.02
Officer in charge of the Company: Zhang Wei	Officer in charge of accounting: Jiao Xiaoning	Head of accounting department: Fei Lei

**Adjustments made to the financial statements as at the beginning of the year for the initial implementation of new accounting standards or interpretation of standards since 2023**

☐ Applicable    ☒ Not applicable

This announcement is hereby made.

Huatai Securities Co., Ltd.

October 30, 2023