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## 中信建投証券股份有限公司 CSC FINANCIAL CO., LTD.

*(A joint stock company incorporated in the People's Republic of China with limited liability)*

**(Stock Code: 6066)**

### 2021 THIRD QUARTERLY RESULTS

This announcement is made pursuant to the disclosure obligations under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

Summary of the unaudited results of the Group for the third quarter ended September 30, 2021:

- For the period from July to September in 2021, the Group recorded an operating revenue of RMB8,284,745,156.27. The net profit attributable to the equity holders of the Company amounted to RMB2,728,728,461.18.
- This results report was prepared in accordance with the relevant disclosure requirements applicable to quarterly reports of listed companies issued by the Shanghai Stock Exchange.
- The financial information contained in this results report was prepared in accordance with the PRC GAAP.
- Unless otherwise indicated, Renminbi is the recording currency in this report.

The contents of the results report are consistent with the relevant announcement published by the Company on the Shanghai Stock Exchange. This announcement is published simultaneously in Hong Kong and Mainland China.

## IMPORTANT NOTICE

- (1) The board of directors and the supervisory committee, together with the directors, supervisors and senior management of CSC Financial Co., Ltd. (the “**Company**”) warrant the truthfulness, accuracy and completeness of the quarterly report and that there is no false representation, misleading statement contained herein or material omission from this quarterly report, and for which they will assume joint and several legal liabilities.
- (2) WANG Changqing, chairman of the Company, and LI Geping, general manager and chief financial officer, and ZHAO Ming, head of the Company’s accounting department (accounting officer), warrant that the financial statements set out in the quarterly report are true, accurate and complete.
- (3) Whether the third quarterly report is audited

☐ Yes ☒ No

# I. KEY FINANCIAL DATA

## (1) Key accounting data and financial indicators

*In RMB Yuan*

Items	The Reporting Period (July to September 2021)	Increase/ decrease of the Reporting Period as compared to the same period of last year (%)	From the beginning of the year to the end of the Reporting Period (January to September 2021)	Increase/ decrease from the beginning of the year to the end of the Reporting Period as compared to the same period of last year (%)
Operating revenue	8,284,745,156.27	39.02	20,610,694,485.20	29.96
Net profit attributable to equity holders of the Company	2,728,728,461.18	-6.31	7,257,854,074.29	-3.11
Net profit attributable to equity holders of the Company excluding extraordinary gains and losses	2,740,441,176.79	-5.70	7,264,579,672.66	-3.11
Net cash flows from operating activities	N/A	N/A	19,960,407,753.73	N/A
Basic earnings per share (RMB/share)	0.34	-5.56	0.89	-5.32
Diluted earnings per share (RMB/share)	0.34	-5.56	0.89	-5.32
Return on weighted average equity (%)	4.25	Decreased by 1.31 percentage points	11.38	Decreased by 3.22 percentage points
	As at the end of the Reporting Period (September 30, 2021)		As at the end of last year (December 31, 2020)	Increase/ decrease as at the end of the Reporting Period as compared to the end of last year (%)
Total assets	436,647,352,685.27		371,228,143,308.73	17.62
Equity attributable to the shareholders of the Company	76,824,964,319.83		67,735,183,091.73	13.42

*Note:* “The Reporting Period” refers to the three-month period from the beginning of the quarter to the end of the quarter, the same below.

(2) Items and amounts of extraordinary gains and losses

*In RMB Yuan*

Items	Amount for the Reporting Period (July to September 2021)	Amount from the beginning of the year to the end of the Reporting Period (January to September 2021)	Note
Profits and losses from disposal of non-current assets (including the write- off portion of the provision for impairment of assets)	181,259.90	480,212.32	–
Government subsidies through profit or loss (except for government subsidies closely related to the Company's ordinary business, which are in line with national policies, calculated according to certain standards or continuously granted in fixed amount)	3,805,960.79	7,578,992.85	–
Non-operating income and expenses other than the above items	-19,131,761.17	-16,396,091.11	–
Less: effect on income tax	-3,338,074.87	-1,520,237.57	–
Effect on non-controlling interests, after tax	<u>-93,750.00</u>	<u>-91,050.00</u>	–
<b>Total</b>	<b><u>-11,712,715.61</u></b>	<b><u>-6,725,598.37</u></b>	–

Description for the Company's extraordinary gain and loss items as defined in the "Explanatory Announcement on Information Disclosure by Companies Offering Securities to the Public No.1 – Extraordinary Gains and Losses" to be recorded as its recurring gain and loss items.

☐ Applicable ☒ Not applicable

**(3) Changes in major accounting data and financial indicators of the Company and the reasons thereof**

☒ Applicable      ☐ Not applicable

**1. Changes in major accounting data of the Company and the reasons thereof**

Item	Increase/decrease of the Reporting Period as compared to the same period of last year (%)	Main reason
Operating revenue (July to September 2021)	39.02	Mainly due to the increase in gains and losses arising from changes in the fair value and other operating income during the Reporting Period.

**2. Changes in primary statements of the Company and the reasons thereof**

Item	Amount at the end of the Reporting Period (September 30, 2021)	Amount at the end of last year (December 31, 2020)	Change in percentage (%)	Main reason
Cash and bank balances	112,219,451,908.08	82,864,243,906.23	35.43	Mainly due to the increase in the balance of deposit held on behalf of the Company.
Settlement deposits	22,473,657,089.01	15,984,229,164.76	40.60	Mainly due to the increase in the balance of deposits held on behalf of customers.
Derivative financial assets	2,839,890,158.47	1,632,209,430.96	73.99	Mainly due to the increase in derivative financial assets formed from equity-type derivatives.

Item	Amount at the end of the Reporting Period (September 30, 2021)	Amount at the end of last year (December 31, 2020)	Change in percentage (%)	Main reason
Accounts receivable	21,779,073,138.54	8,018,152,843.09	171.62	Mainly due to the increase in the balance of trading deposits receivable of return swap transactions.
Other investments in equity instruments	70,860,050.28	3,280,092,729.08	-97.84	Mainly due to the decrease in the balance of equity investments at fair value through other comprehensive income.
Long-term equity investment	148,682,660.58	229,286,071.46	-35.15	Mainly due to the decrease in long-term equity investment in associates.
Other assets	905,519,846.00	663,057,211.93	36.57	Mainly due to the increase in the balance of inventory.
Short-term borrowings	1,025,046,480.81	625,174,007.09	63.96	Mainly due to the increase in the balance of short-term borrowings of the subsidiary.
Short-term financing instruments payable	29,026,918,419.99	42,296,043,901.74	-31.37	Mainly due to the decrease in the balance of structured notes.
Financial liabilities held for trading	6,408,467,658.23	1,595,728,792.62	301.60	Mainly due to the increase in the balance of trading financial liabilities as a result of structured notes.
Derivative financial liabilities	3,840,355,508.43	2,424,620,363.40	58.39	Mainly due to the increase in derivative financial liabilities formed from equity-type derivatives.

Item	Amount at the end of the Reporting Period (September 30, 2021)	Amount at the end of last year (December 31, 2020)	Change in percentage (%)	Main reason
Accounts payable to underwriting clients	<b>1,557,952,704.54</b>	75,870,538.84	1,953.44	Mainly due to the increase in the funds payable to stock issuers.
Taxes payable	<b>678,256,705.26</b>	1,393,426,292.72	-51.32	Mainly due to the decrease in the balance of income tax payable.
Accounts payable	<b>18,309,823,869.25</b>	7,516,756,414.57	143.59	Mainly due to the increase in the balance of trading deposits payable of return swap.
Bonds payable	<b>93,789,495,553.11</b>	65,320,498,607.58	43.58	Mainly due to the increase in the balance of subordinated bonds and structured notes.
Other liabilities	<b>4,300,826,229.53</b>	7,591,101,124.28	-43.34	Mainly due to the decrease in the share held by parties other than the Group in the consolidated structured entities.
Other equity instruments	<b>14,937,500,000.01</b>	9,961,509,433.97	49.95	Mainly due to the issuing perpetual bonds for the Period.
Other comprehensive income	<b>574,547,872.62</b>	376,659,175.25	52.54	Mainly due to the floating profit of the fair value of other debt investment of the period.

Item	From the beginning of the year to the end of the Reporting Period (January to September 2021)	From the beginning of last year to the end of the reporting period of last year (January to September 2020)	Change in percentage (%)	Main reason
Net interest income	<b>1,438,374,534.14</b>	1,071,183,761.55	34.28	Mainly due to the increase in income from margin financing and securities lending business and from bank deposit for the Period.
Gains and losses arising from changes in the fair value	<b>715,622,717.32</b>	439,935,452.46	62.67	Mainly due to the increase in gains arising from changes in the fair value on derivative financial instruments for the Period.
Foreign exchange gains and losses	<b>-51,631,042.82</b>	447,944.84	-11,626.21	Mainly due to change in the exchange rate for the period.
Other operating income	<b>4,510,354,573.11</b>	153,221,777.75	2,843.68	Mainly due to the increase in scale of bulk commodity trading of the futures subsidiary.
Impairment on other assets	<b>21,203,989.34</b>	–	N/A	Mainly due to the current provisions made by the futures subsidiary for impairment in value of inventories for the period.
Credit impairment losses	<b>-86,145,975.54</b>	235,264,428.19	-136.62	Mainly due to the reversal of impairment losses on financial assets held under resale agreements.
Other operating costs	<b>4,466,313,759.67</b>	141,194,170.94	3,063.24	Mainly due to the increase in the scale of bulk commodity trading of the futures subsidiary.
Non-operating income	<b>4,285,245.82</b>	6,531,372.91	-34.39	Mainly due to the receipt of rewards in the previous period.



Item	From the beginning of the year to the end of the Reporting Period (January to September 2021)	From the beginning of last year to the end of the reporting period of last year (January to September 2020)	Change in percentage (%)	Main reason
Non-operating expenses	<b>20,201,124.61</b>	34,627,916.74	-41.66	Mainly due to the reversal of litigation expenses and the decrease of donation expenses for the period.
Other comprehensive income, net of tax	<b>197,888,697.37</b>	-260,723,620.33	N/A	Mainly due to the increase in change of fair value of other debt investments for the period.
Net cash flows from operating activities	<b>19,960,407,753.73</b>	-18,002,712,133.10	N/A	Mainly due to the increase in net cash inflows resulting from the net decrease in financial instruments held for trading purposes for the period.
Net cash flows from investing activities	<b>2,102,050,638.01</b>	-9,795,469,555.98	N/A	Mainly due to the increase in cash inflow received from the recovery of investments for the period.
Net cash flows from financing activities	<b>13,899,880,894.26</b>	24,497,255,464.70	-43.26	Mainly due to the increase in net cash outflows resulting from the repayment of short-term financing instruments payable for the period.

## 2. SHAREHOLDER INFORMATION

### (1) Total number of shareholders of ordinary shares and shareholders of preference shares with restored voting rights and shareholdings of the top ten shareholders

*Unit: share*

Total number of shareholders of ordinary shares as at the end of the Reporting Period 204,849

Total number of shareholders of preference shares with restored voting rights as at the end of the Reporting Period (if any) —

#### Shareholding of top ten shareholders

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of restricted shares held	Status of shares	Share pledged or locked-up Number
Beijing Financial Holdings Group	State-owned legal person	2,684,309,017	34.61	2,684,309,017	Nil	—
Central Huijin Investment Ltd.	State	2,386,052,459	30.76	—	Nil	—
Other holding shares of HKSCC Nominees Limited ( <i>note 1</i> )	Overseas legal person	909,103,618	11.72	—	Nil	—
CITIC Securities Co., Ltd.	Domestic non-state-owned legal person	382,849,268	4.94	—	Nil	—
Glasslake Holdings Limited	Overseas legal person	351,647,000	4.53	—	Nil	—
Xizang Tengyun Investment Management Limited	Domestic non-state-owned legal person	113,556,653	1.46	—	Nil	—
Fujian Gui'an Xintiandi Tourism Culture Investment Co., Ltd.	Domestic non-state-owned legal person	38,861,100	0.50	—	Nil	—
HKSCC Limited ( <i>note 2</i> )	Overseas legal person	34,664,394	0.45	—	Nil	—

# Shareholding of top ten shareholders

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of restricted shares held	Share pledged or locked-up	
					Status of shares	Number
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－國泰中證全指證券公司交易型開放式指數證券投資基金)	Others	18,884,890	0.24	–	Nil	–
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－華寶中證全指證券公司交易型開放式指數證券投資基金)	Others	12,013,540	0.15	–	Nil	–

**Shareholdings of the top 10 shareholders whose shares are not subject to trading moratorium**

Name of shareholder	Number of tradable shares not subject to trading moratoriums	Class and number of shares	
		Class	Number
Central Huijin Investment Limited	2,386,052,459	RMB denominated ordinary shares	2,386,052,459
Other holding shares of HKSCC Nominees Limited	909,103,618	Overseas listed foreign shares	909,103,618
CITIC Securities Co., Ltd.	382,849,268	RMB denominated ordinary shares	382,849,268
Glasslake Holdings Limited	351,647,000	Overseas listed foreign shares	351,647,000
Xizang Tengyun Investment Management Limited	113,556,653	RMB denominated ordinary shares	113,556,653
Fujian Gui'an Xintiandi Tourism Culture Investment Co., Ltd.	38,861,100	RMB denominated ordinary shares	38,861,100
HKSCC Limited	34,664,394	RMB denominated ordinary shares	34,664,394
China Construction Bank Corporation – Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－國泰中證全指證券公司交易型開放式指數證券投資基金)	18,884,890	RMB denominated ordinary shares	18,884,890
China Construction Bank Corporation – Huabao CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund (中國建設銀行股份有限公司－華寶中證全指證券公司交易型開放式指數證券投資基金)	12,013,540	RMB denominated ordinary shares	12,013,540
ZHENG Weikang	7,680,144	RMB denominated ordinary shares	7,680,144

**Shareholdings of the top 10 shareholders whose shares are not subject to trading moratorium**

Name of shareholder	Number of tradable shares not subject to trading moratoriums	Class and number of shares
Explanation on related relationship or concerted action among the above shareholders	As of the end of the third quarter of 2021, the related relationship and/or acting-in-concert relationship among shareholders of the Company are as follows:	
	(1) For details of the related relationship between CITIC Securities Co., Ltd. and Glasslake Holdings Limited, please refer to Prospectus of the Initial Public Offering of Shares (A Shares) disclosed by the Company to the public.	
	(2) Xizang Tengyun Investment Management Limited is related to Fujian Gui'an Xintiandi Tourism Culture Investment Co., Ltd..	
	Saved as the above condition, the Company is not aware of the related relationship among other shareholders or whether they are parties acting in concert as stipulated in the Measures for the Administration of the Takeover of Listed Companies.	
Description of participation in securities margin trading and refinancing business of top ten shareholders and top ten shareholders whose shares are not subject to trading moratorium (if any)	–	

*Note 1:* HKSCC Nominees Limited is the nominee holder of the H Shares held by non-registered shareholders, and the shares indicated in the above table are other H Shares held by HKSCC Nominees Limited other than Glasslake Holdings Limited.

*Note 2:* The shares held by HKSCC Limited are A Shares held by non-registered shareholders of SSE.

**(2) Total number of shareholders of preference shares and shareholding of the top ten shareholders of preference shares**

☐ Applicable      ☒ Not applicable

### III. OTHER REMINDERS

Other important information on the Company's operating conditions during the Reporting Period that needs to be reminded for investors

☒ Applicable      ☐ Not applicable

#### 3.1 Material litigation and arbitration

In the third quarter of 2021, there were no material litigation and arbitration cases of the Company with an amount involving over RMB10 million and accounting for over 10% of the absolute value of the latest audited net assets of the Company, which were required to be disclosed in accordance with the requirements of the Rules Governing the Listing of Stocks on the Shanghai Stock Exchange.

#### 3.2 Punishment and public condemnation

In the third quarter of 2021, the Company and its directors, supervisors, and senior management personnel did not have any circumstances which shall be disclosed due to penalties and public condemnations by securities regulatory authorities, relevant regulatory agencies, and national administrative agencies due to violations of laws and regulations.

#### 3.3 Issuance of corporate bonds

In the third quarter of 2021, the Company has completed the issuance of six tranches of short-term financing bonds, one tranche of short-term corporate bonds and one tranche of subordinated bond, with a total size of RMB25.9 billion. On July 12, 2021, the issuance of the 2021 public subordinated bonds (fifth tranche) of the Company was completed, with the total issuance size of RMB6 billion, including RMB4.5 billion of variety 1 “21 Xintou C9” with a term of 457 days at a coupon rate of 3.05%, and RMB1.5 billion of variety 2 “21 Xintou 10” with a term of 3 years at coupon rate of 3.50%. On July 21, 2021, the issuance of the tenth tranche of short-term financing bonds (Bond Connect) for 2021 (“**21 CSC CP010BC**”) was completed, with an issuance size of RMB4.5 billion and a term of 90 days at a coupon rate of 2.28%. On July 29, 2021, the issuance of the 2021 public short-term corporate bonds (first tranche) (“**21 Xintou S1**”) was completed, with an issuance size of RMB1 billion and a term of 153 days at a coupon rate of 2.45%. On August 18, 2021, the issuance of the eleventh tranche of short-term financing bonds (Bond Connect) for 2021 (“**21 CSC CP011BC**”) was completed, with an issuance size of RMB3.4 billion and a term of 90 days at a coupon rate of 2.18%. On August 27, 2021, the issuance of the twelfth tranche of the 2021 short-term financing bonds (Bond Connect) (“**21 CSC CP012BC**”) was completed, with an issuance size of RMB3 billion and a term of 62 days at a

coupon rate of 2.10%. On September 8, 2021, the issuance of the thirteenth tranche of the 2021 short-term financing bonds (“**21 CSC CP013**”) was completed, with the total issuance size of RMB2 billion and a term of 91 days at a coupon rate of 2.38%. On September 17, 2021, the issuance of the fourteenth tranche of the 2021 short-term financing bonds (“**21 CSC CP014**”) was completed, with the total issuance size of RMB3 billion and a term of 364 days at a coupon rate of 2.75%. On September 24, 2021, the issuance of the fifteenth tranche of the 2021 short-term financing bonds (“**21 CSC CP015**”) was completed, with the total issuance size of RMB3 billion and a term of 273 days at a coupon rate of 2.75%.

### 3.4 Changes in business outlets

- (1) In the third quarter of 2021, the Company has changed the registered addresses of 2 branches and 5 securities business departments. The details are as follows:

Number	Branch/Sales Department Name	Address before change	Address after change
1	Guangdong Branch	Room 5102 and Room 5105, No. 30 Zhujiang East Road, Tianhe District, Guangzhou (for office use only)	Room 6804 and 6805, No. 233 Tianhe North Road, Tianhe District, Guangzhou (for office use only)
2	Xinjiang Branch	No. 9 Nanhu North Road, Shuimogou District, Urumqi, Xinjiang	No. 446, Nanhu North Road, Shuimogou District, Urumqi, Xinjiang
3	Shanghai Beijing West Road Securities Business Department	BEF, 1st Floor and 12th Floor, No. 1399 Beijing West Road, Jing'an District, Shanghai	Room EF, 12th Floor, North East, Ground Floor, No. 1399 Beijing West Road, Jing'an District, Shanghai
4	Shanghai Zhangyang North Road Securities Business Department	Floor 1-2, No. 5509 Zhangyang North Road, Pudong New Area	The west side of the 1st floor and the east side of the 2nd floor, No. 5509 Zhangyang North Road, Pudong New Area
5	Beijing Liangxiang Gongchen South Street Business Department	Room 105, 1st Floor, No. 1, Gongchen South Street, Fangshan District, Beijing	Room 105, 111, 1st Floor, No. 1, Gongchen South Street, Fangshan District, Beijing
6	Changzhou Yanling West Road Securities Business Department	No.99 Yanling West Road, Changzhou City	No. 23, 25, 27, 29, Yanling West Road, Changzhou City
7	Beijing Guangqumennei Avenue Business Department	No. 111A, 112A, 1st Floor, No. 35, Guangqumennei Avenue, Dongcheng District, Beijing	No. FGY-111A, 111B, 1st Floor, No. 35, Guangqumennei Avenue, Dongcheng District, Beijing

- (2) In the third quarter of 2021, China Futures Co., Ltd. (hereinafter referred to as “**China Securities Futures**”), a subsidiary of the Company, has established a branch. The details are as follows:

Number	Branch name	Established time	Address
1	Chongqing Branch	July 6, 2021	Nominal Floor 11-A4-A6, Ping Street, Shangzhan Building, No. 107, Zhongshan 3rd Road, Yuzhong District, Chongqing

- (3) In the third quarter of 2021, China Securities Futures has changed the registered address of one business department. The details are as follows:

Number	Sales Department name	Address before change	Address after change
1	Guangzhou Dongfeng Middle Road Business Department	Self-edited room 2004-05, 20th Floor, No. 410 Dongfeng Middle Road, Yuexiu District, Guangzhou	Self-edited rooms 1605C, 1605B, 1606 on the 16th floor, No. 410 Dongfeng Middle Road, Yuexiu District, Guangzhou

Events after the Period:

- (1) From 1 October 2021 to the date of disclosure of this report, the Company has changed the former Ningbo Zhenming Road Securities Business Department to Ningbo Branch.
- (2) From 1 October 2021 to the date of disclosure of this report, China Securities Futures has changed the registered address of one branch. The details are as follows:

Number	Branch name	Address before change	Address after change
1	Hunan Branch	Room 903, Zhonglong International Building, No. 800, Wuyi Avenue, Furong District, Changsha City, Hunan Province	Room 2127, 2128 of T3, T4 and Podium, Binjiang Financial Centre, No. 112, Chazi Mountain East Road, Guanshaling Street, Yuelu District, Changsha, Hunan Province

#### IV. QUARTERLY FINANCIAL STATEMENTS

##### (1) Types of audit opinions

☐ Applicable ☒ Not applicable



## (2) Financial Statements

### Consolidated Statement of Financial Position

September 30, 2021

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Items	September 30, 2021	December 31, 2020
<b>ASSETS:</b>		
Cash and bank balances	112,219,451,908.08	82,864,243,906.23
Including: cash held on behalf of customers	74,131,983,392.09	59,603,510,421.12
Settlement deposits	22,473,657,089.01	15,984,229,164.76
Including: deposits held on behalf of customers	15,001,726,173.05	10,664,878,109.18
Margin accounts	56,085,048,701.51	46,515,175,008.25
Derivative financial assets	2,839,890,158.47	1,632,209,430.96
Financial assets held under resale agreements	15,360,420,791.77	16,117,203,308.58
Accounts receivable	21,779,073,138.54	8,018,152,843.09
Refundable deposits	10,960,223,710.70	8,740,990,961.54
<b>FINANCIAL INVESTMENT:</b>		
Financial assets held for trading	142,450,503,749.44	138,655,647,689.36
Other debt investments	47,708,711,517.46	44,816,763,708.40
Other investments in equity instruments	70,860,050.28	3,280,092,729.08
Long-term equity investment	148,682,660.58	229,286,071.46
Investment properties	53,004,332.45	56,133,001.64
Property, plant and equipment	599,429,729.58	572,286,526.07
Intangible assets	385,481,258.92	360,478,138.06
Right-of-use assets	924,431,893.14	996,674,277.93
Deferred tax assets	1,682,962,149.34	1,725,519,331.39
Other assets	905,519,846.00	663,057,211.93
<b>Total assets</b>	<b>436,647,352,685.27</b>	<b>371,228,143,308.73</b>

<b>Items</b>	<b>September 30, 2021</b>	<b>December 31, 2020</b>
<b>LIABILITIES:</b>		
Short-term borrowings	<b>1,025,046,480.81</b>	625,174,007.09
Short-term financing instruments payable	<b>29,026,918,419.99</b>	42,296,043,901.74
Placements from banks and other financial institutions	<b>9,035,700,000.00</b>	9,035,700,000.00
Financial liabilities held for trading	<b>6,408,467,658.23</b>	1,595,728,792.62
Derivative financial liabilities	<b>3,840,355,508.43</b>	2,424,620,363.40
Financial assets sold under repurchase agreements	<b>91,140,964,070.98</b>	84,512,238,515.09
Accounts payable to brokerage clients	<b>94,030,976,060.99</b>	74,710,487,715.67
Accounts payable to underwriting clients	<b>1,557,952,704.54</b>	75,870,538.84
Salaries, bonuses and allowances payable	<b>4,198,635,419.59</b>	3,947,967,126.64
Taxes payable	<b>678,256,705.26</b>	1,393,426,292.72
Accounts payable	<b>18,309,823,869.25</b>	7,516,756,414.57
Provision	<b>59,677,160.00</b>	66,403,180.00
Bonds payable	<b>93,789,495,553.11</b>	65,320,498,607.58
Lease liabilities	<b>888,439,374.00</b>	979,264,206.12
Deferred tax liabilities	<b>1,329,674,939.46</b>	1,065,415,573.05
Other liabilities	<b>4,300,826,229.53</b>	7,591,101,124.28
<b>Total liabilities</b>	<b><u>359,621,210,154.17</u></b>	<b><u>303,156,696,359.41</u></b>

Items	September 30, 2021	December 31, 2020
<b>Owners' equity (or shareholders' equity):</b>		
Paid-in capital (or share capital)	7,756,694,797.00	7,756,694,797.00
Other equity instruments	14,937,500,000.01	9,961,509,433.97
Including: perpetual bonds	14,937,500,000.01	9,961,509,433.97
Capital reserve	12,447,626,019.28	12,490,666,895.07
Other comprehensive income	574,547,872.62	376,659,175.25
Surplus reserves	4,524,646,791.93	4,524,646,791.93
General risk reserve	10,591,162,857.94	10,548,880,978.38
Retained earnings	25,992,785,981.05	22,076,125,020.13
Equity attributable to the owners (or shareholders) of the Company	76,824,964,319.83	67,735,183,091.73
Non-controlling interests	201,178,211.27	336,263,857.59
<b>Total equity of the owners (or shareholders)</b>	<b>77,026,142,531.10</b>	<b>68,071,446,949.32</b>
<b>Liabilities and total equity of the owners (or shareholders)</b>	<b>436,647,352,685.27</b>	<b>371,228,143,308.73</b>
<i>Person-in-charge of the Company:</i> <b>WANG Changqing</b>	<i>Chief Financial Officer:</i> <b>LI Geping</b>	<i>Person-in-charge of accounting department:</i> <b>ZHAO Ming</b>

## Consolidated Income Statement

From January to September 2021

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Item	First three quarters of 2021 (From January to September)	First three quarters of 2020 (From January to September)
<b>I. Total operating revenue</b>	<b>20,610,694,485.20</b>	15,859,122,717.93
Net fee and commission income	<b>9,112,417,720.85</b>	8,502,449,074.66
Including: Net fee income from brokerage business	<b>4,576,981,231.00</b>	3,529,950,596.10
Net fee income from investment banking business	<b>3,469,327,647.52</b>	3,945,106,949.78
Net fee income from asset management business	<b>719,424,756.63</b>	658,280,207.93
Net interest income	<b>1,438,374,534.14</b>	1,071,183,761.55
Including: Interest income	<b>6,684,022,766.97</b>	5,094,247,141.17
Interest expenses	<b>5,245,648,232.83</b>	4,023,063,379.62
Investment income (loss denoted by “-”)	<b>4,847,115,174.69</b>	5,653,623,627.79
Including: Investment income from associates and joint ventures	<b>1,804,636.25</b>	8,173,572.35
Gains and losses arising from changes in the fair value (loss denoted by “-”)	<b>715,622,717.32</b>	439,935,452.46
Foreign exchange gains and losses (loss denoted by “-”)	<b>-51,631,042.82</b>	447,944.84
Other operating income	<b>4,510,354,573.11</b>	153,221,777.75
Other income	<b>38,440,807.91</b>	38,261,078.88
<b>II. Total operating expenses</b>	<b>11,431,033,955.80</b>	6,271,539,219.14
Tax and surcharges	<b>116,600,269.53</b>	112,911,798.80
Operating and administrative expenses	<b>6,913,061,912.80</b>	5,782,168,821.21
Credit impairment losses	<b>-86,145,975.54</b>	235,264,428.19
Impairment losses on other assets	<b>21,203,989.34</b>	—
Other operating costs	<b>4,466,313,759.67</b>	141,194,170.94

Item	First three quarters of 2021 (From January to September)	First three quarters of 2020 (From January to September)
<b>III. Operating profit (loss denoted by “-”)</b>	<b>9,179,660,529.40</b>	9,587,583,498.79
Add: Non-operating income	<b>4,285,245.82</b>	6,531,372.91
Less: Non-operating expenses	<b>20,201,124.61</b>	34,627,916.74
<b>IV. Profit before income tax (gross loss denoted by “-”)</b>	<b>9,163,744,650.61</b>	9,559,486,954.96
Less: Income tax expenses	<b>1,939,457,098.43</b>	2,048,845,622.13
<b>V. Net profit (net loss denoted by “-”)</b>	<b>7,224,287,552.18</b>	7,510,641,332.83
(1) Classified by business continuity		
1. Net profit from continuing operations (net loss denoted by “-”)	<b>7,224,287,552.18</b>	7,510,641,332.83
2. Net profit from discontinued operations (net loss denoted by “-”)	—	—
(2) Classified by ownership		
1. Net profit attributable to equity holders of the Company (net loss denoted by “-”)	<b>7,257,854,074.29</b>	7,491,035,004.21
2. Non-controlling interests (net loss denoted by “-”)	<b>-33,566,522.11</b>	19,606,328.62
<b>VI. Other comprehensive income, net of tax</b>	<b>197,888,697.37</b>	-260,723,620.33
Other comprehensive income attributable to owners of the parent, net of tax	<b>197,888,697.37</b>	-260,723,620.33
(1) Other comprehensive income not to be reclassified to profit or loss	<b>-96,142,397.95</b>	2,246,060.90
Change in fair value of other investment in equity instruments	<b>-96,142,397.95</b>	2,246,060.90

Item	First three quarters of 2021 (From January to September)	First three quarters of 2020 (From January to September)
(2) Other comprehensive income to be reclassified to profit or loss	294,031,095.32	-262,969,681.23
1. Other comprehensive income that can be transferred to profit or loss under equity method	24,902.02	8,593.37
2. Changes in fair value of other debt investments	260,205,855.74	-313,714,828.59
3. Credit impairment provisions for other debt investments	50,994,883.16	81,437,421.05
4. Foreign currency translation differences	-17,194,545.60	-30,700,867.06
Other comprehensive income attributable to non-controlling interests, net of tax	–	–
<b>VII. Total comprehensive income</b>	<b>7,422,176,249.55</b>	<b>7,249,917,712.50</b>
Comprehensive income attributable to the owners of the Company	7,455,742,771.66	7,230,311,383.88
Comprehensive income attributable to non-controlling interests	-33,566,522.11	19,606,328.62
<b>VIII. Earnings per share</b>		
(1) Basic earnings per share ( <i>RMB/ share</i> )	0.89	0.94
(2) Diluted earnings per share ( <i>RMB/ share</i> )	0.89	0.94
<i>Person-in-charge of the Company:</i> <b>WANG Changqing</b>	<i>Chief Financial Officer:</i> <b>LI Geping</b>	<i>Person-in-charge of accounting department:</i> <b>ZHAO Ming</b>

**Consolidated Cash Flow Statement**  
*From January to September 2021*

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

<b>Item</b>	<b>First three quarters of 2021 (From January to September)</b>	<b>First three quarters of 2020 (From January to September)</b>
<b>I. Cash flows from operating activities:</b>		
Net decrease in financial assets held for trading	<b>3,908,889,473.08</b>	–
Cash received from interests, fees and commissions	<b>18,820,890,821.75</b>	16,069,182,410.09
Net increase in funds from repurchase business	<b>7,593,819,403.54</b>	33,981,151,913.23
Net cash received from accounts payable to brokerage clients	<b>18,273,968,746.12</b>	13,424,688,279.32
Cash received from other operating activities	<b>19,696,540,244.03</b>	3,598,508,918.60
	<hr/>	<hr/>
Sub-total of cash inflows from operating activities	<b>68,294,108,688.52</b>	67,073,531,521.24
	<hr/>	<hr/>
Net increase in financial assets held for trading	–	34,548,877,265.73
Net increase in margin accounts	<b>9,417,604,502.26</b>	16,880,107,611.07
Net decrease in placements from other financial institutions	–	3,240,000,000.00
Cash payment of interests, fees and commissions	<b>3,783,563,579.84</b>	2,991,369,559.38
Cash paid to and on behalf of employees	<b>5,086,300,501.88</b>	3,717,528,317.48
Cash payments of taxes and rates	<b>3,353,521,036.92</b>	2,716,215,034.88
Cash paid for other operating activities	<b>26,692,711,313.89</b>	20,982,145,865.80
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<b>Item</b>	<b>First three quarters of 2021 (From January to September)</b>	<b>First three quarters of 2020 (From January to September)</b>
Sub-total of cash outflows from operating activities	<u>48,333,700,934.79</u>	<u>85,076,243,654.34</u>
Net cash flows from operating activities	<u><b>19,960,407,753.73</b></u>	<u><b>-18,002,712,133.10</b></u>
<b>II. Cash flows from investing activities:</b>		
Cash received from investments	2,379,482,984.84	–
Cash received from other investing activities	<u>1,036,479.84</u>	<u>563,174.42</u>
Sub-total of cash inflows from investing activities	<u>2,380,519,464.68</u>	<u>563,174.42</u>
Cash paid for investment	–	9,653,562,244.41
Cash paid for purchase of property, plant and equipment, intangible assets and other long term assets	<u>278,468,826.67</u>	<u>142,470,485.99</u>
Sub-total of cash outflows from investing activities	<u>278,468,826.67</u>	<u>9,796,032,730.40</u>
Net cash flows from investing activities	<u><b>2,102,050,638.01</b></u>	<u><b>-9,795,469,555.98</b></u>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital injection	5,000,000,000.00	5,000,000,000.00
Including: Cash received from issuing perpetual bonds	5,000,000,000.00	5,000,000,000.00
Cash received from borrowing activities	25,641,427,151.55	11,633,818,673.44
Cash received from issuing bonds	<u>125,065,690,457.35</u>	<u>123,581,725,539.06</u>
Sub-total of cash inflows from financing activities	<u>155,707,117,608.90</u>	<u>140,215,544,212.50</u>



<b>Item</b>	<b>First three quarters of 2021 (From January to September)</b>	<b>First three quarters of 2020 (From January to September)</b>
Payments of debts	<b>135,187,384,678.00</b>	105,305,245,250.14
Cash outflows due to payment of dividends, profit or interests	<b>5,999,634,587.19</b>	5,061,218,027.18
Including: Distribution to other equity instrument holders	<b>417,500,000.00</b>	516,500,000.00
Dividends and profits paid by subsidiaries to minority shareholders	–	377,300.00
Cash paid to redeem the perpetual bonds	–	5,000,000,000.00
Cash paid for other financing activities	<b>620,217,449.45</b>	351,825,470.48
Sub-total of cash outflows from financing activities	<b>141,807,236,714.64</b>	115,718,288,747.80
Net cash flows from financing activities	<b>13,899,880,894.26</b>	24,497,255,464.70
<b>IV. Effect of exchange rate changes on cash and cash equivalents</b>	<b>-92,962,412.53</b>	-57,694,585.59
<b>V. Net increase in cash and cash equivalents</b>	<b>35,869,376,873.47</b>	-3,358,620,809.97
Add: cash and cash equivalent balance at the beginning of the period	<b>98,000,125,245.33</b>	99,618,730,994.50
<b>VI. Cash and cash equivalents at the end of the period</b>	<b>133,869,502,118.80</b>	96,260,110,184.53
<i>Person-in-charge of the Company:</i> <b>WANG Changqing</b>	<i>Chief Financial Officer:</i> <b>LI Geping</b>	<i>Person-in-charge of accounting department:</i> <b>ZHAO Ming</b>

**(3) Adjustments of the opening balance of the relevant information in financial statements at the beginning of the year in which new lease standards were firstly implemented since 2021.**

☐ Applicable      ☒ Not applicable

By order of the Board  
**CSC Financial Co., Ltd.**  
**Wang Changqing**  
*Chairman*

Beijing, the PRC  
October 28, 2021

*As at the date of this announcement, the executive Directors of the Company are Mr. WANG Changqing and Mr. LI Geping; the non-executive Directors of the Company are Mr. YU Zhongfu, Mr. WANG Xiaolin, Ms. ZHANG Qin, Ms. ZHU Jia, Ms. ZHANG Wei, Mr. YANG Dong and Ms. WANG Hua; and the independent non-executive Directors of the Company are Mr. DAI Deming, Mr. BAI Jianjun, Mr. LIU Qiao, Mr. PO Wai Kwong and Mr. LAI Guanrong.*