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北京北辰實業股份有限公司
BEIJING NORTH STAR COMPANY LIMITED

(A sino-foreign joint venture joint stock limited company incorporated in the People's Republic of China)

(Stock Code: 588)

2022 FIRST QUARTERLY REPORT

This announcement is made pursuant to the disclosure requirements under Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Beijing North Star Company Limited (the “**Company**”) is required to publish its first quarterly results pursuant to the Regulations on Disclosure of Information on Quarterly Reports for Listed Companies issued by the China Securities Regulatory Commission.

All financial information set out in the 2022 first quarterly report of the Company is unaudited and the relevant financial statements are prepared in accordance with China Accounting Standards for Business Enterprises. The 2022 first quarterly report of the Company will be published in certain newspapers in the People's Republic of China (the “**PRC**”) and on the website of Shanghai Stock Exchange (www.sse.com.cn) on 29 April 2022. The original text of the report is in Chinese.

IMPORTANT NOTICE

The board of directors, the supervisory committee, all directors, supervisors and the senior management of the Company warrant that there are no misrepresentations or misleading statements contained in or material omissions from this quarterly report, and accept joint and several legal responsibility for the truthfulness, accuracy and completeness of the contents of this quarterly report.

The person-in-charge of the Company, the person-in-charge of accounting operations and the person-in-charge of the accounting department (chief accountant) warrant the truthfulness, accuracy and completeness of the financial statements in this quarterly report.

Whether the first quarterly financial statements is audited

Yes No

I. MAJOR FINANCIAL DATA

(I) Major accounting data and financial indicators

Unit: Yuan Currency: RMB

Items	For the reporting period	Increase/decrease from the corresponding period last year (%)
Operating revenue	2,326,609,629	-64.50
Net profit attributable to the owners of the listed company	33,169,592	-89.75
Net profit attributable to the owners of the listed company after deducting the non-recurring item	28,917,899	-90.60
Net cash flow from operating activities	1,021,030,933	115.25
Basic earnings per share (<i>RMB per share</i>)	0.01	-88.89
Diluted earnings per share (<i>RMB per share</i>)	0.01	-88.89
Weighted average return on net assets (%)	0.14	Decreased by 1.84 percentage points
	As at the end of the reporting period	As at the end of last year
		Increase/decrease as at the end of the reporting period from the end of last year (%)
Total assets	76,824,317,101	79,704,970,124 -3.61
Ownership interest attributable to owners of the listed company	15,490,534,932	15,457,365,339 0.21

(II) Non-recurring items and amounts

Unit: Yuan Currency: RMB

Items	Amount of the period
Profit or loss on disposal of non-current assets	-14,593
Government grants recognized through profit or loss of the period, excluding those closely related to the normal operation of the Company and granted on an ongoing basis in fixed amount or fixed quota in accordance with State policies	639,774
Capital occupancy fee from a non-financial enterprise recognized through profit or loss for the period	5,126,381
Other non-operating income and expenses apart from the aforesaid items	-504,594
Less: Effect on income tax	1,311,742
Effect on minority interests (after tax)	<u>-316,467</u>
Total	<u><u>4,251,693</u></u>

(III) Particulars of and reasons for changes in major accounting data and financial indicators

Applicable Not applicable

Items	Change (%)	Main reason
Operating revenue	-64.50	Mainly due to the decrease in settlement income of the Company's development properties in the period
Net profit attributable to the owners of the listed company	-89.75	Mainly due to the decrease in profit of the Company in the period
Net profit attributable to the owners of the listed company after deducting the non-recurring item	-90.60	Mainly due to the decrease in profit of the Company in the period
Net cash flow from operating activities	115.25	Mainly due to the increase in cash received from selling goods and rendering services of the Company in the period
Basic earnings per share (RMB per share)	-88.89	Mainly due to the decrease in net profit attributable to the ordinary shareholders of the Company in the period
Diluted earnings per share (RMB per share)	-88.89	Mainly due to the decrease in net profit attributable to the ordinary shareholders of the Company in the period

II. INFORMATION OF SHAREHOLDERS

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

Unit: Share

Total number of holders of ordinary shares at the end of the reporting period	148,002	Total number of holders of preference shares with restored voting rights at the end of the reporting period (if any)	Not applicable
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Shareholdings of Top Ten Shareholders

Name of shareholders (full name)	Nature of shareholders	Number of Shares held	Shareholding percentage (%)	Number of shares subject to selling restrictions	State of shares	Shares pledged, marked or frozen Number
Beijing North Star Industrial Group Limited Liabilities Company (“BNS Group”)	State-owned legal person	1,161,000,031	34.482	0	Nil	0
HKSCC NOMINEES LIMITED	Foreign legal person	687,050,199	20.405	0	Nil	0
Wangfujing Group Co., Ltd.	State-owned legal person	125,300,000	3.721	0	Nil	0
Zhong Hang Xin Gang Guarantee Co., Ltd.	State-owned legal person	47,000,000	1.396	0	Nil	0
Yang Liu (楊柳)	Domestic natural person	23,500,000	0.698	0	Nil	0
Hong Kong Securities Clearing Company Limited	Foreign legal person	23,327,007	0.693	0	Nil	0
China Everbright Bank Company Limited – Huaxia Panyi One-year Fixed Term Open Hybrid Type Securities Investment Fund	State-owned legal person	11,847,100	0.352	0	Nil	0
Zhao Qianming (趙乾明)	Domestic natural person	11,417,400	0.339	0	Nil	0
Qian Zhoujian (錢周健)	Domestic natural person	11,224,994	0.333	0	Nil	0
China Merchants Bank Co., Ltd. – Huaxia Panrui One-year Fixed Term Open Hybrid Type Securities Investment Fund	State-owned legal person	10,872,300	0.323	0	Nil	0

Shareholdings of Top Ten Holders of Shares not Subject to Selling Restrictions

Name of shareholders (full name)	Number of circulating shares not subject to selling restrictions	Class and number of shares	
		Class	Number
Beijing North Star Industrial Group Limited Liabilities Company	1,161,000,031	RMB-denominated ordinary shares	1,161,000,031
HKSCC NOMINEES LIMITED	687,050,199	Overseas listed foreign shares	687,050,199
Wangfujing Group Co., Ltd.	125,300,000	RMB-denominated ordinary shares	125,300,000
Zhong Hang Xin Gang Guarantee Co., Ltd.	47,000,000	RMB-denominated ordinary shares	47,000,000
Yang Liu (楊柳)	23,500,000	RMB-denominated ordinary shares	23,500,000
Hong Kong Securities Clearing Company Limited	23,327,007	RMB-denominated ordinary shares	23,327,007
China Everbright Bank Company Limited – Huaxia Panyi One-year Fixed Term Open Hybrid Type Securities Investment Fund	11,847,100	RMB-denominated ordinary shares	11,847,100
Zhao Qianming (趙乾明)	11,417,400	RMB-denominated ordinary shares	11,417,400
Qian Zhoujian (錢周健)	11,224,994	RMB-denominated ordinary shares	11,224,994
China Merchants Bank Co., Ltd. – Huaxia Panrui One-year Fixed Term Open Hybrid Type Securities Investment Fund	10,872,300	RMB-denominated ordinary shares	10,872,300
Notes on the connected relationship or parties acting in concert among the above shareholders	HKSCC NOMINEES LIMITED, the second largest shareholder, holds the H Shares of the Company on behalf of various clients; the de facto controller of both Wangfujing Group Co., Ltd., the third largest shareholder, and BNS Group, the controlling shareholder of the Company, is the State-owned Assets Supervision and Administration Commission of People’s Government of Beijing Municipality; whether the remaining shareholders are concert parties for the purpose of the “Administrative Measures for Takeover of Listed Companies” is unknown.		
Explanations on the participation of the top ten shareholders and the top ten holders of shares not subject to selling restrictions in financing securities and refinancing businesses (if any)	1.	Zhao Qianming (趙乾明) holds 11,417,400 shares through the credit transaction guarantee securities account;	
	2.	Qian Zhoujian (錢周健) holds 785,300 shares through the ordinary securities account and 10,439,694 shares through the credit transaction guarantee securities account, totaling 11,224,994 shares.	

III. OTHER REMINDERS

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

Applicable Not applicable

From January to March 2022, for real estate development purpose, in respect of land reserve, the Company achieved total land reserve of 5,656,000 m² and the equity land reserve of 5,010,200 m², with no newly added real estate reserve; in respect of engineering construction, the Company recorded a new construction area of 372,700 m², an equity area for new construction projects of 320,600 m², a resumed construction area of 4,150,600 m², a completed area of 110,600 m² and a completed area attributable to the equity of 55,700 m²; in respect of project sales, the Company recorded sales area of 138,500 m², representing a year-on-year decrease of 1.56%, equity sales area of 126,600 m², representing a year-on-year increase of 7.11%, sales amount of RMB2,996 million, representing a year-on-year increase of 14.70%, equity sales amount of RMB2,694 million, representing a year-on-year increase of 29.58%; and its settlement area was 94,200 m², settlement amount was RMB1,729 million and the area to be booked as at the end of the reporting period was 1,029,500 m².

From January to March 2022, as to property holding, the gross floor area of convention center projects was 367,900 m², realising a total operating revenue of RMB97,140,000; the gross floor area of office building projects was 548,400 m², realising a total operating revenue of RMB182,280,000; the gross floor area of hotel projects was 346,800 m², realising a total operating revenue of RMB211,040,000; the gross floor area of apartment projects was 184,300 m², realising a total operating revenue of RMB60,920,000.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of audit opinion

Applicable Not applicable

(II) Financial statements

Consolidated Balance Sheet 31 March 2022

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	31 March 2022	31 December 2021
Current assets:		
Cash at bank and in hand	12,343,788,101	14,720,784,187
Clearing settlement funds		
Placements with banks and other financial institutions		
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Accounts receivable	69,481,154	54,340,689
Receivables financing		
Prepayments	84,402,338	57,292,638
Premiums receivable		
Reinsurance accounts receivable		
Deposits receivable from reinsurance treaty		
Other receivables	2,208,087,354	2,010,217,786
Including: Interest receivable		
Dividends receivable		
Financial assets held under resale agreements		
Inventory	44,813,101,870	45,726,698,537
Contract assets		
Assets held for sale		
Non-current assets due within one year	280,399,829	269,154,451
Other current assets	2,712,293,245	2,399,924,092
Total current assets	<u>62,511,553,891</u>	<u>65,238,412,380</u>

Items	31 March 2022	31 December 2021
Non-current assets:		
Loans and advances to customers		
Debt investment		
Other debt investment		
Long-term accounts receivable	1,319,173,530	1,361,231,692
Long-term equity investments	635,095,803	635,735,803
Other investment in equity instruments		
Other non-current financial assets		
Investment properties	7,975,378,822	8,035,674,213
Fixed assets	3,001,608,115	3,035,971,240
Construction-in-progress	5,694,205	6,476,930
Operational biological assets		
Oil and gas assets		
Right-of-use assets	43,619,427	47,389,013
Intangible assets	17,837,245	17,538,459
Development expenses		
Goodwill		
Long-term deferred expenses	29,749,692	32,105,193
Deferred income tax assets	1,239,832,503	1,246,143,216
Other non-current assets	44,773,868	48,291,985
Total non-current assets	<u>14,312,763,210</u>	<u>14,466,557,744</u>
Total assets	<u>76,824,317,101</u>	<u>79,704,970,124</u>

Items	31 March 2022	31 December 2021
Current liabilities:		
Short-term borrowings		
Borrowings from central bank		
Capital borrowed		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	5,941,839,670	7,690,227,038
Accounts received in advance	233,329,770	236,089,004
Contract liabilities	14,398,875,079	12,088,726,277
Financial assets sold under agreements to repurchase		
Absorbing deposit and interbank deposit		
Customer brokerage deposits		
Securities underwriting brokerage deposits		
Staff cost	82,652,084	74,546,532
Taxes payable	1,838,621,451	2,253,773,821
Other payables	4,212,038,599	4,243,329,628
Including: Interest payable		
Dividends payable	398,162,190	398,162,190
Fee and commission payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	7,669,447,791	11,631,174,176
Other current liabilities	4,967,159	4,967,159
Total current liabilities	<u>34,381,771,603</u>	<u>38,222,833,635</u>

Items	31 March 2022	31 December 2021
Non-current liabilities:		
Reserve of insurance contract		
Long-term borrowings	17,400,210,001	16,178,115,407
Bonds payable	3,099,905,782	3,696,467,025
Including: Preferred shares		
Perpetual bond		
Lease liabilities	13,376,328	14,543,370
Long-term accounts payable	2,448,545,872	2,148,384,872
Long-term staff cost	105,022,909	107,507,409
Accrued liabilities		
Deferred income	27,234,564	27,747,587
Deferred income tax liabilities		
Other non-current liabilities		
	_____	_____
Total non-current liabilities	<u>23,094,295,456</u>	<u>22,172,765,670</u>
Total liabilities	<u>57,476,067,059</u>	<u>60,395,599,305</u>

Items	31 March 2022	31 December 2021
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	3,367,020,000	3,367,020,000
Other equity instruments	1,031,063,014	1,018,241,096
Including: Preferred shares		
Perpetual bond	1,031,063,014	1,018,241,096
Capital reserve	3,752,542,560	3,752,542,560
Less: Treasury shares		
Other comprehensive income	8,318,506	8,318,506
Special reserve		
Surplus reserve	1,069,219,290	1,069,219,290
Normal risk provision		
Undistributed profit	<u>6,262,371,562</u>	<u>6,242,023,887</u>
Total owners' equity (or shareholders' equity) attributable to owners of the Company	<u>15,490,534,932</u>	<u>15,457,365,339</u>
Non-controlling interests	<u>3,857,715,110</u>	<u>3,852,005,480</u>
Total owners' equity (or shareholders' equity)	<u><u>19,348,250,042</u></u>	<u><u>19,309,370,819</u></u>
Total liabilities and owners' equity (or shareholders' equity)	<u><u>76,824,317,101</u></u>	<u><u>79,704,970,124</u></u>
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Consolidated Income Statement

From January to March 2022

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First quarter of 2022	First quarter of 2021
I. Total operating revenue	2,326,609,629	6,554,010,341
Including: Operating revenue	2,326,609,629	6,554,010,341
Interest income		
Premiums earned		
Handling charges and commission income		
II. Total operating costs	2,269,814,160	6,116,636,723
Including: Operating costs	1,788,333,370	5,117,831,350
Interest expenses		
Handling charges and commission expenses		
Surrender payment		
Net expenditure for compensation payments		
Net provision for insurance liability deposits		
Policyholder dividend expenses		
Reinsurance costs		
Taxes and surcharges	105,010,630	518,965,202
Selling expenses	85,740,811	127,895,000
Administrative expenses	195,016,988	210,261,388
Research and development expenses		
Finance expenses	95,712,361	141,683,783
Including: Interest expenses	110,859,072	165,251,536
Interest income	15,773,963	24,890,780

Items	First quarter of 2022	First quarter of 2021
Add: Other income	12,334,626	17,627,864
Investment income (loss stated with “–”)	-639,400	-922,586
Including: Investment income from associates and joint venture	-5,765,781	-3,306,925
Gains on derecognition of financial assets measured at amortised cost		
Foreign currency exchange gains (loss stated with “–”)		
Gains on net exposure hedges (loss stated with “–”)		
Profit arising from changes in fair value (loss stated with “–”)		
Impairment losses on credit (loss stated with “–”)	62,767	-145,196
Impairment losses on assets (loss stated with “–”)		
Gains from disposal of assets (loss stated with “–”)		
III. Operating profit (loss stated with “–”)	68,553,462	453,933,700
Add: Non-operating income	2,030,440	4,288,231
Less: Non-operating expenses	2,521,266	348,215
IV. Total profit (total loss stated with “–”)	68,062,636	457,873,716
Less: Income tax expenses	30,110,616	140,765,874
V. Net profit (net loss stated with “–”)	37,952,020	317,107,842
(I) Classified according to continuity of operations		

Items	First quarter of 2022	First quarter of 2021
1. Net profit from continuing operations (net loss stated with “-”)	37,952,020	317,107,842
2. Net profit from discontinued operations (net loss stated with “-”)		
(II) Classified according to the ownership		
1. Net profit attributable to the owners of the Company (net loss stated with “-”)	33,169,592	323,457,029
2. Non-controlling interests (net loss stated with “-”)	4,782,428	-6,349,187
VI. Other comprehensive income (net of tax)		
(I) Other comprehensive income attributable to the owners of the Company (net of tax)		
1. Other comprehensive income that will not be reclassified into profit or loss		
(1) Changes arising from remeasurement of defined benefit plans		
(2) Other comprehensive income which cannot be reclassified into profit and loss under equity method		
(3) Changes in fair value of investment in other equity instruments		
(4) Changes in fair value of the enterprise’s own credit risk		
2. Other comprehensive income that will be reclassified into profit or loss		

Items	First quarter of 2022	First quarter of 2021
(1) Other comprehensive income which can be reclassified into profit and loss under equity method		
(2) Changes in fair value of investment in other debt instruments		
(3) Financial assets reclassified into other comprehensive income		
(4) Provision for credit impairments of other debt investments		
(5) Cash flow hedge reserve		
(6) Exchange differences on foreign currency translation		
(7) Others		
(II) Other comprehensive income attributable to minority interests (net of tax)		
VII. Total comprehensive income	37,952,020	317,107,842
(I) Total comprehensive income attributable to the owners of the Company	33,169,592	323,457,029
(II) Total comprehensive income attributable to minority shareholders	4,782,428	-6,349,187
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/share)	0.01	0.09
(II) Diluted earnings per share (RMB/share)	0.01	0.09
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Consolidated Cash Flow Statements

From January to March 2022

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First quarter of 2022	First quarter of 2021
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	4,754,007,897	3,130,174,708
Net increase in deposits from customers and placements from banks and other financial institutions		
Net increase in borrowings from central bank		
Net increase in placements from other financial institutions		
Cash received from premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits from policyholders and investments		
Cash received from interest, handling charges and commissions		
Net increase in placements from banks		
Net increase in fund for repurchases of businesses		
Net cash received from securities trading agency services		
Refund of tax and levies received	35,895,530	28,430,561
Cash received relating to other operating activities	55,181,037	714,747,926
Sub-total of cash inflow from operating activities	4,845,084,464	3,873,353,195

Items	First quarter of 2022	First quarter of 2021
Cash paid for purchase of goods and receipt of services	2,303,455,268	1,989,467,777
Net increase in loans and advances to customers		
Net increase in placements with central bank and other financial institution		
Cash paid for claims on original insurance contracts		
Net increase in placements with banks and other financial institutions		
Cash payment for interest, handling charges and commissions		
Cash payment for policyholder dividend		
Cash paid to and paid for employees	314,150,232	264,919,401
Taxes paid	815,276,409	789,625,120
Cash paid relating to other operating activities	391,171,622	355,004,566
Sub-total of cash outflow from operating activities	<u>3,824,053,531</u>	<u>3,399,016,864</u>
Net cash flow from operating activities	<u>1,021,030,933</u>	<u>474,336,331</u>

Items	First quarter of 2022	First quarter of 2021
II. Cash flows from investing activities:		
Cash received from disinvestments		
Cash received from returns on investments	–	2,700,972
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	235,697	72,300
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
	_____	_____
Sub-total of cash inflow from investing activities	<u>235,697</u>	<u>2,773,272</u>
Cash paid for acquiring fixed assets, intangible assets and other long-term assets	20,227,876	141,820,620
Cash paid to acquire investment	–	24,500,000
Net increase in pledged loans		
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities		
	_____	_____
Sub-total of cash outflow from investing activities	<u>20,227,876</u>	<u>166,320,620</u>
Net cash flows from investing activities	<u>-19,992,179</u>	<u>-163,547,348</u>

Items	First quarter of 2022	First quarter of 2021
III. Cash flows from financing activities:		
Cash received from capital contribution	980,000	–
Including: Cash received from capital contributions by minority shareholders of subsidiaries	980,000	–
Cash received from borrowings	804,602,493	6,092,685,524
Cash received relating to other financing activities	<u>440,800,000</u>	<u>936,400,000</u>
Sub-total of cash inflow from financing activities	<u>1,246,382,493</u>	<u>7,029,085,524</u>
Cash repayments of borrowings	4,003,091,734	8,199,448,582
Cash payments for distribution of dividends and profits or interest expenses	577,394,984	443,341,183
Including: Dividends and profit paid to minority shareholders by subsidiaries		
Cash paid relating to other financing activities	<u>76,352,948</u>	<u>693,939,088</u>
Sub-total of cash outflow from financing activities	<u>4,656,839,666</u>	<u>9,336,728,853</u>
Net cash flows from financing activities	<u>-3,410,457,173</u>	<u>-2,307,643,329</u>
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	-2,409,418,419	-1,996,854,346
Add: Balance of cash and cash equivalents at the beginning of the period	<u>12,959,451,786</u>	<u>10,830,539,445</u>
VI. Balance of cash and cash equivalents at the end of the period	<u>10,550,033,367</u>	<u>8,833,685,099</u>
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Balance Sheet of the Parent Company

31 March 2022

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	31 March 2022	31 December 2021
Current assets:		
Cash at bank and in hand	6,862,478,061	7,556,082,137
Financial assets held for trading		
Derivative financial assets		
Notes receivable		
Accounts receivable	76,079,001	67,568,853
Receivable financing		
Prepayments	15,693,253	23,061,407
Other receivables	220,370,096	55,141,311
Including: Interest receivable		
Dividends receivable		
Inventory	535,194,629	633,182,019
Contract assets		
Assets held for sale		
Non-current assets due within one year	8,302,473,290	8,376,046,239
Other current assets	55,315,354	58,755,530
Total current assets	16,067,603,684	16,769,837,496

Items	31 March 2022	31 December 2021
Non-current assets:		
Debt investment		
Other debt investments		
Long-term accounts receivable	15,117,925,497	15,627,255,163
Long-term equity investments	8,283,661,809	8,284,061,809
Other investment in equity instruments		
Other non-current financial assets		
Investment properties	4,638,054,684	4,672,466,591
Fixed assets	1,247,923,234	1,262,847,332
Construction-in-progress	4,803,123	5,585,848
Operational biological assets		
Oil and gas assets		
Right-of-use assets	22,559,343	24,322,751
Intangible assets	3,817,165	4,870,612
Development expenses		
Goodwill		
Long-term deferred expenses		
Deferred income tax assets	276,145,743	281,585,901
Other non-current assets		
	-----	-----
Total non-current assets	<u><u>29,594,890,598</u></u>	<u><u>30,162,996,007</u></u>
Total assets	<u><u>45,662,494,282</u></u>	<u><u>46,932,833,503</u></u>

Items	31 March 2022	31 December 2021
Current liabilities:		
Short-term borrowings		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable		
Accounts payable	672,320,255	655,759,431
Accounts received in advance	198,647,525	234,114,212
Contract liabilities	256,860,706	456,049,840
Staff cost	72,293,462	59,445,430
Taxes payable	692,897,533	641,376,451
Other payables	11,044,512,767	10,588,091,061
Including: Interest payable		
Dividends payable		
Liabilities held for sale		
Non-current liabilities due within one year	4,037,628,115	5,734,471,787
Other current liabilities		
Total current liabilities	<u>16,975,160,363</u>	<u>18,369,308,212</u>
Non-current liabilities:		
Long-term borrowings	12,562,805,583	12,095,115,407
Bonds payable	3,099,905,782	3,696,467,025
Including: Preferred shares		
Perpetual bond		
Lease liabilities	902,167	1,512,446
Long-term accounts payable	1,600,161,000	1,405,097,778
Long-term staff cost	105,022,909	107,507,409
Accrued liabilities		
Deferred revenue	2,943,969	3,127,967
Deferred income tax liabilities		
Other non-current liabilities		
Total non-current liabilities	<u>17,371,741,410</u>	<u>17,308,828,032</u>
Total liabilities	<u>34,346,901,773</u>	<u>35,678,136,244</u>

Items	31 March 2022	31 December 2021
Owners' equity (or shareholders' equity):		
Paid-in capital (or share capital)	3,367,020,000	3,367,020,000
Other equity instruments	1,031,063,014	1,018,241,096
Including: Preferred shares		
Perpetual bond	1,031,063,014	1,018,241,096
Capital reserve	3,667,701,353	3,667,701,353
Less: Treasury shares		
Other comprehensive income	8,318,506	8,318,506
Special reserve		
Surplus reserve	1,069,219,290	1,069,219,290
Retained earnings	<u>2,172,270,346</u>	<u>2,124,197,014</u>
Total owners' equity (or shareholders' equity)	<u><u>11,315,592,509</u></u>	<u><u>11,254,697,259</u></u>
Total liabilities and owners' equity (or shareholders' equity)	<u><u>45,662,494,282</u></u>	<u><u>46,932,833,503</u></u>
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Income Statement of the Parent Company

From January to March 2022

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Items	First quarter of 2022	First quarter of 2021
I. Operating revenue	625,667,752	398,843,711
Less: Operating costs	344,883,805	219,063,315
Taxes and surcharges	58,637,332	51,992,654
Selling expenses	23,609,598	22,799,459
Administrative expenses	172,322,838	139,688,633
Research and development expenses		
Finance expenses	-4,217,426	-10,671,490
Including: Interest expenses		
Interest income	4,359,544	11,273,278
Add: Other incomes	10,744,752	16,784,212
Investment income (loss stated with “-”)	37,754,105	3,162,866
Including: Investment income from associates and joint ventures	-1,153,156	-1,815,208
Gains on derecognition of financial assets measured at amortised cost		
Gains on net exposure hedges (loss stated with “-”)		
Profit arising from changes in fair value (loss stated with “-”)		
Impairment loss on credit (loss stated with “-”)	468	-144,681
Impairment losses on assets (loss stated with “-”)		
Gains from disposal of assets (loss stated with “-”)		

Items	First quarter of 2022	First quarter of 2021
II. Operating profit (loss stated with “-”)	78,930,930	-4,226,463
Add: Non-operating income	675,205	1,332,139
Less: Non-operating expenses	73,800	223,732
III. Total profit (total loss stated with “-”)	79,532,335	-3,118,056
Less: Income tax expenses	18,637,083	-779,514
IV. Net profit (net loss stated with “-”)	60,895,252	-2,338,542
(I) Net profit from continuing operations (net loss stated with “-”)	60,895,252	-2,338,542
(II) Net profit from discontinued operations (net loss stated with “-”)		
V. Other comprehensive income (net of tax)		
(I) Other comprehensive income that will not be reclassified into profit or loss		
1. Changes arising from remeasurement of defined benefit plans		
2. Other comprehensive income which cannot be reclassified to profit and loss under equity method		
3. Changes in fair value of investment in other equity instruments		
4. Changes in fair value of the enterprise’s own credit risk		

Items	First quarter of 2022	First quarter of 2021
(II) Other comprehensive income that will be reclassified to profit or loss		
1. Other comprehensive income which can be reclassified to profit and loss under equity method		
2. Changes in fair value of investment in other debt instruments		
3. Financial assets reclassified into other comprehensive income		
4. Provision for credit impairments of other debt investments		
5. Cash flow hedge reserve		
6. Exchange differences on foreign currency translation		
7. Others		
VI. Total comprehensive income	60,895,252	-2,338,542
VII. Earnings per share:		
(I) Basic earnings per share <i>(RMB/share)</i>		
(II) Diluted earnings per share <i>(RMB/share)</i>		
<i>Person-in-charge of the Company:</i> LI Wei-Dong	<i>Person-in-charge of accounting operations:</i> HU Hao	<i>Person-in-charge of the accounting department:</i> DU Yan

Statement of Cash Flows of the Parent Company

From January to March 2022

Prepared by: Beijing North Star Company Limited

Unit: Yuan Currency: RMB Audit Type: Unaudited

Item	First quarter of 2022	First quarter of 2021
I. Cash flows from operating activities:		
Cash received from selling goods and rendering services	571,321,528	442,026,856
Refund of tax and levies received		
Cash received relating to other operating activities	30,807,970	28,529,539
Sub-total of cash inflow from operating activities	602,129,498	470,556,395
Cash paid for purchase of goods and receipt of services	172,561,171	118,539,318
Cash paid to and paid for employees	206,202,528	167,769,451
Taxes paid	58,487,730	32,798,096
Cash paid relating to other operating activities	22,306,742	20,065,580
Sub-total of cash outflow from operating activities	459,558,171	339,172,445
Net cash flow from operating activities	142,571,327	131,383,950

Item	First quarter of 2022	First quarter of 2021
II. Cash flows from investing activities:		
Cash received from repayment of investments	5,859,508,648	3,134,709,655
Cash received from returns on investments	19,227,463	178,665,780
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	224,150	55,037
Net cash received from disposal of subsidiaries and other business units		
Cash received relating to other investing activities		
	<hr/>	<hr/>
Sub-total of cash inflow from investing activities	<u>5,878,960,261</u>	<u>3,313,430,472</u>
Cash paid for acquiring fixed assets, intangible assets and other long-term assets	5,191,711	44,051,263
Cash paid to acquire investment	5,037,979,751	5,011,468,859
Net cash paid for acquisition of subsidiaries and other business units		
Cash paid relating to other investing activities		
	<hr/>	<hr/>
Sub-total of cash outflow from investing activities	<u>5,043,171,462</u>	<u>5,055,520,122</u>
Net cash flows from investing activities	<u>835,788,799</u>	<u>-1,742,089,650</u>

(III) Explanations on retrospective adjustments of previously comparative figures due to initial adoption of new accounting standards from 2022

Applicable Not applicable

By order of the Board
Beijing North Star Company Limited
LI Wei-Dong
Chairman

Beijing, the PRC, 28 April, 2022

As at the date of this announcement, the Board comprises eight directors, of which Mr. LI Wei-Dong, Ms. LI Yun, Mr. YANG Hua-Sen, Ms. ZHANG Wen-Lei and Mr. GUO Chuan are executive Directors and Dr. CHOW Wing-Kin, Anthony, Mr. GAN Pei-Zhong and Mr. CHEN De-Qiu are independent non-executive Directors.