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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)**

## 2022 FIRST 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 first quarter ended March 31, 2022:

- In the first quarter of 2022, the Group recorded an operating revenue of RMB6,332,416,285.26. The net profit attributable to the equity holders of the Company amounted to RMB1,541,713,886.45.
- This results report was prepared in accordance with the relevant disclosure requirements applicable to quarterly reports of listed companies issued by the China Securities Regulatory Commission.
- 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 CSC Financial Co., Ltd. (the “**Company**”) on the Shanghai Stock Exchange. This announcement is published simultaneously in Hong Kong and Mainland China.

## IMPORTANT NOTICE

- (I) The board of directors and the supervisory committee, together with the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of this 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.
- (II) WANG Changqing, chairman of the Company, and LI Geping, general manager and chief financial officer of the Company, 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.
- (III) Whether the first quarterly financial statements are audited
- ☐ Yes      ☒ No

## 1. KEY FINANCIAL DATA

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

<i>In RMB Yuan</i>			
Items	The Reporting Period		Change as compared to the same period of last year (%)
	As at the end of the Reporting Period	As at the end of last year	as compared to the end of last year (%)
Operating revenue	6,332,416,285.26		31.83
Net profit attributable to equity holders of the Company	1,541,713,886.45		-10.46
Net profit attributable to equity holders of the Company excluding extraordinary gains and losses	1,531,227,739.25		-11.06
Net cash flows from operating activities	14,333,610,503.56		-42.61
Basic earnings per share (RMB/share)	0.18		-14.29
Diluted earnings per share (RMB/share)	0.18		-14.29
Return on weighted average equity (%)	2.10		Decreased by 0.67 percentage points
Items	As at the end of the Reporting Period		Change as at the end of the Reporting Period as compared to the end of last year (%)
	As at the end of the Reporting Period	As at the end of last year	as compared to the end of last year (%)
Total assets	455,815,747,590.79	452,791,426,255.57	0.67
Equity attributable to the shareholders of the Company	85,509,178,630.92	79,818,456,610.69	7.13

*Note:* For the purpose of this announcement, the “Reporting Period” refers to the period from January to March 2022, the “end of the Reporting Period” refers to March 31, 2022.

**(II) Items and amounts of extraordinary gains and losses**

*In RMB Yuan*

<b>Items</b>	<b>Amount for the Reporting Period</b>	<b>Note</b>
Profits and losses from disposal of non-current assets	<b>128,412.10</b>	—
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	<b>14,952,267.93</b>	—
Non-operating income/expenses other than the above items	<b>-991,895.84</b>	—
Effect on non-controlling interests, after tax	<b>—</b>	—
Effect on income tax	<b><u>-3,602,636.99</u></b>	—
<b>Total</b>	<b><u><u>10,486,147.20</u></u></b>	—

**Explanation on defining items of extraordinary gains or losses illustrated in “Notice on Explanation of Information Disclosure of Companies Publicly Issuing Securities No. 1 – Extraordinary Gains or Losses” that are defined as items of recurring gains or losses.**

☐ Applicable      ☒ Not applicable

### (III) Changes in Major Accounting Data and Financial Indicators and Reasons Therefor

☒ Applicable      ☐ Not applicable

Item	Change (%)	Main reason
Operating revenue	31.83	Mainly due to the increase in the net fee and commission income and the other operating income during the period.
Net cash flows from operating activities	-42.61	Mainly due to the increase in cash outflows from operating activities as a result of the increase in net decrease in funds from repurchase business and net decrease in placements from banks and other financial institutions taken out during the period.

## 2. INFORMATION OF SHAREHOLDERS

### (I) Total number of shareholders of ordinary shares and preferred shares with voting rights resumed and information on shareholdings of the top 10 shareholders

*Unit: shares*

Total number of holders of ordinary shares as at the end of the Reporting Period	181,921
Total number of holders of preferred shares with voting rights resumed as at the end of the Reporting Period (if any)	—

## Shareholdings of Top 10 Shareholders

Name of shareholder	Nature of shareholder	Number of shares	Percentage of shares held (%)	Number of shares held subject to trading moratorium	Pledged, tagged or frozen Status	Number
Beijing Financial Holdings Group	State-owned legal person	2,684,309,017	34.61	2,684,309,017	Nil	–
Central Huijin Investment Limited	State	2,386,052,459	30.76	–	Nil	–
Other holding shares of HKSCC Nominees Limited (Note 1)	Foreign legal person	909,120,618	11.72	–	Unknown	–
CITIC Securities Co., Ltd.	State-owned legal person	382,849,268	4.94	–	Nil	–
Glasslake Holdings Limited	Foreign legal person	351,647,000	4.53	–	Unknown	–
Xizang Tengyun Investment Management Limited	Domestic non-state owned legal person	113,556,653	1.46	–	Pledged	33,360,000
HKSCC Limited (Note 2)	Foreign legal person	46,876,584	0.60	–	Nil	–
Fujian Gui'an Xintiandi Tourism Culture Investment Co., Ltd.	Domestic non-state owned legal person	38,861,100	0.50	–	Pledged	18,600,000
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	26,802,562	0.35	–	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	19,591,218	0.25	–	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	909,120,618	Overseas listed foreign shares	909,120,618
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
HKSCC Limited	46,876,584	RMB denominated ordinary shares	46,876,584
Fujian Gui'an Xintiandi Tourism Culture Investment Co., Ltd.	38,861,100	RMB denominated ordinary shares	38,861,100
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)	26,802,562	RMB denominated ordinary shares	26,802,562
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)	19,591,218	RMB denominated ordinary shares	19,591,218
Industrial and Commercial Bank of China – Shanghai Stock Exchange 50 openended index securities investment fund (中國工商銀行－上證50交易型開放式指數證券投資基金)	9,215,723	RMB denominated ordinary shares	9,215,723

Name of shareholder	Number of tradable shares not subject to trading moratoriums	Class and number of shares Class Number
<b>Explanation on related relationship or concerted action among the above shareholders</b>	<p>As of the end of the Reporting Period, the related relationship and/or acting-in-concert relationship among shareholders of the Company are as follows:</p> <ol style="list-style-type: none"> <li data-bbox="756 521 1447 712">(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.</li> <li data-bbox="756 745 1447 857">(2) Xizang Tengyun Investment Management Limited and Fujian Gui'an Xintiandi Tourism Culture Investment Co., Ltd. are related parties.</li> </ol> <p>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.</p>	
<b>Description of top ten shareholders and top 10 shareholders not subject to selling restrictions participating in margin trading and refinancing business (if any)</b>	<p>As of the end of the Reporting Period, the shareholding account of CITIC Securities Co., Ltd. included its self-run securities account and refinancing guarantee securities account, and the number of shares held in both accounts remained unchanged from the beginning of the period. The shares of other A Shareholders among the top ten shareholders and top 10 shareholders not subject to selling restrictions were held by ordinary securities accounts.</p>	

*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.

*Note 3:* The identification of the nature of shareholders is mainly based on the types of holders registered in the Shanghai Branch of China Securities Depository and Clearing Co., Ltd., with reference to other publicly disclosed information.



### 3. OTHER REMINDERS

**Other important information about the Company's operating conditions during the reporting period that investors need to be reminded of and pay attention to**

☒ Applicable      ☐ Not applicable

#### ***(I) Material litigation and arbitration***

In the first 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.

#### ***(II) Punishment and public condemnation***

In the first quarter of 2022, 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.

#### ***(III) Issuance of bonds***

In the first quarter of 2022, the Company has completed the issuance of two tranches of subordinated bonds and one tranche of perpetual subordinated bond, with a total size of RMB13.5 billion. The issuance is as follows:

1. In January 2022, the Company publicly issued subordinated bonds, with a face value of RMB6 billion, including RMB4 billion of variety 1 “22 CSC C1” with a term of 2 years at a coupon rate of 2.90%, and RMB2 billion of variety 2 “22 CSC C2” with a term of 5 years at coupon rate of 3.45%. The bond applies the fixed interest rate and its simple interest is calculated on an annual basis with interest repayment per annum and it is not guaranteed.

2. In February 2022, the Company publicly issued subordinated bonds, with a face value of RMB3 billion, including RMB1 billion of variety 1 “22 CSC C3” with a term of 3 years at a coupon rate of 3.08%, and RMB2 billion of variety 2 “22 CSC C4” with a term of 5 years at coupon rate of 3.49%. The bond applies the fixed interest rate and its simple interest is calculated on an annual basis with interest repayment per annum and it is not guaranteed.
3. In March 2022, the Company publicly issued a perpetual subordinated bond with a face value of RMB4.5 billion (“22 CSC Y1”). Every five interest-accruing years constitute a repricing period of the bond. At the end of each repricing period, the Company is entitled to extend the maturity of such Tranche of Bond to one repricing period (i.e. for a period of 5 years) or redeem such Tranche of Bond in full. The coupon rate of the bond at the first repricing period is 3.75%. The coupon rate will be reset for every five years starting from the 6th interest-accruing year if the Company elect to exercise renewal option.

#### **4. QUARTERLY FINANCIAL STATEMENTS**

##### **(I) Type of Audit Opinion**

☐ Applicable      ☒ Not applicable

## (II) Financial Statements

### Consolidated Statement of Financial Position

March 31, 2022

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Items	March 31, 2022	December 31, 2021
<b>ASSETS:</b>		
Cash and bank balances	103,572,247,645.47	103,872,438,427.50
Including: cash held on behalf of customers	81,642,696,070.74	74,365,937,288.74
Settlement deposits	27,293,582,913.68	20,249,033,010.54
Including: deposits held on behalf of customers	21,045,498,775.68	13,752,818,025.24
Margin accounts	54,080,198,108.60	57,808,146,392.95
Derivative financial assets	3,243,573,651.85	2,517,941,535.69
Financial assets held under resale agreements	21,172,468,849.18	19,021,753,830.45
Accounts receivable	24,769,868,478.33	23,075,171,660.18
Refundable deposits	13,445,360,781.41	10,395,629,218.62
<b>FINANCIAL INVESTMENT:</b>		
Financial assets held for trading	152,367,538,765.50	161,547,916,012.96
Other debt investments	49,781,917,389.54	48,260,538,595.44
Other investments in equity instruments	84,415,216.37	97,607,050.24
Long-term equity investment	110,791,183.57	111,001,851.19
Investment properties	47,532,772.17	49,145,613.36
Property, plant and equipment	665,442,442.01	701,007,871.70
Intangible assets	502,737,879.52	519,132,549.39
Right-of-use assets	1,769,864,617.61	1,822,760,526.62
Deferred tax assets	1,980,731,226.42	1,967,844,458.95
Other assets	927,475,669.56	774,357,649.79
<b>Total assets</b>	<b>455,815,747,590.79</b>	<b>452,791,426,255.57</b>

Items	March 31, 2022	December 31, 2021
<b>LIABILITIES:</b>		
Short-term borrowings	<b>232,958,898.02</b>	987,373,643.64
Short-term financing instruments payable	<b>14,937,335,306.54</b>	18,290,179,387.85
Placements from banks and other financial institutions	<b>3,007,933,333.34</b>	8,528,656,388.89
Financial liabilities held for trading	<b>10,494,999,558.62</b>	7,799,889,272.39
Derivative financial liabilities	<b>3,337,562,643.73</b>	4,295,325,806.07
Financial assets sold under repurchase agreements	<b>95,457,108,891.85</b>	99,595,667,301.26
Accounts payable to brokerage clients	<b>108,445,397,156.72</b>	93,082,812,449.05
Accounts payable to underwriting clients	<b>833,879,952.03</b>	478,080,970.63
Salaries, bonuses and allowances payable	<b>5,304,737,236.54</b>	4,705,289,939.88
Taxes payable	<b>518,217,773.52</b>	1,486,150,650.89
Accounts payable	<b>20,657,923,359.09</b>	21,370,984,089.23
Provision	<b>59,600,360.00</b>	59,545,648.00
Bonds payable	<b>99,274,999,992.14</b>	104,313,984,506.30
Lease liabilities	<b>1,724,597,347.50</b>	1,803,310,728.17
Deferred tax liabilities	<b>1,335,256,321.13</b>	1,525,315,856.09
Other liabilities	<b>4,645,354,443.72</b>	4,462,574,676.04
<b>Total liabilities</b>	<b><u>370,267,862,574.49</u></b>	<b><u>372,785,141,314.38</u></b>

Items	March 31, 2022	December 31, 2021
<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	19,437,500,000.01	14,937,500,000.01
Including: perpetual bonds	19,437,500,000.01	14,937,500,000.01
Capital reserve	12,416,999,532.67	12,447,626,019.28
Other comprehensive income	590,027,566.11	744,725,137.50
Surplus reserves	5,616,760,889.56	5,616,760,889.56
General risk reserve	12,527,546,860.42	12,514,174,283.48
Retained earnings	27,163,648,985.15	25,800,975,483.86
	<u>85,509,178,630.92</u>	<u>79,818,456,610.69</u>
Equity attributable to the owners (or shareholders) of the Company		
	<u>85,509,178,630.92</u>	<u>79,818,456,610.69</u>
Non-controlling interests	38,706,385.38	187,828,330.50
	<u>38,706,385.38</u>	<u>187,828,330.50</u>
<b>Total equity of the owners (or shareholders)</b>	<b><u>85,547,885,016.30</u></b>	<b><u>80,006,284,941.19</u></b>
<b>Liabilities and total equity of the owners (or shareholders)</b>		
	<b><u>455,815,747,590.79</u></b>	<b><u>452,791,426,255.57</u></b>
<i>Person-in-charge of the Company:</i>	<i>Chief Financial Officer:</i>	<i>Person-in-charge of accounting department:</i>
<b>WANG Changqing</b>	<b>LI Geping</b>	<b>ZHAO Ming</b>

## Consolidated Income Statement

From January to March 2022

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Item	First quarter of 2022	First quarter of 2021
<b>I. Total operating revenue</b>	<b>6,332,416,285.26</b>	4,803,597,573.57
Net fee and commission income	<b>3,510,854,333.97</b>	2,511,461,379.21
Including: Net fee income from brokerage business	<b>1,565,987,199.48</b>	1,378,326,524.07
Net fee income from investment banking business	<b>1,587,126,552.31</b>	812,075,962.11
Net fee income from asset management business	<b>166,045,759.17</b>	221,366,489.88
Net interest income	<b>335,665,879.51</b>	297,025,283.24
Including: Interest income	<b>2,198,957,073.66</b>	2,034,130,126.62
Interest expenses	<b>1,863,291,194.15</b>	1,737,104,843.38
Investment income (loss denoted by “-”)	<b>1,196,539,004.38</b>	2,024,103,285.03
Including: Investment income from associates and joint ventures	<b>-210,667.62</b>	423,269.53
Gains and losses arising from changes in the fair value (loss denoted by “-”)	<b>-565,275,315.70</b>	-819,311,535.56
Foreign exchange gains and losses (loss denoted by “-”)	<b>122,369,554.89</b>	-3,392,934.39
Other operating income	<b>1,667,827,224.68</b>	763,307,830.51
Gains from disposal of assets (loss denoted by “-”)	<b>128,412.10</b>	—
Other income	<b>64,307,191.43</b>	30,404,265.53
<b>II. Total operating expenses</b>	<b>4,327,647,338.38</b>	2,755,006,511.61
Tax and surcharges	<b>38,871,516.92</b>	33,895,119.16
Operating and administrative expenses	<b>2,521,795,831.04</b>	2,066,540,226.78
Credit impairment losses	<b>106,749,546.41</b>	-109,517,835.98
Impairment losses on other assets	<b>4,244,791.96</b>	6,835,755.71
Other operating costs	<b>1,655,985,652.05</b>	757,253,245.94

Item	First quarter of 2022	First quarter of 2021
<b>III. Operating profit (loss denoted by “-”)</b>	<b>2,004,768,946.88</b>	2,048,591,061.96
Add: Non-operating income	<b>770,938.99</b>	441,724.98
Less: Non-operating expenses	<b>1,762,834.83</b>	1,227,614.30
<b>IV. Profit before income tax (gross loss denoted by “-”)</b>	<b>2,003,777,051.04</b>	2,047,805,172.64
Less: Income tax expenses	<b>458,251,162.96</b>	362,514,543.32
<b>V. Net profit (net loss denoted by “-”)</b>	<b>1,545,525,888.08</b>	1,685,290,629.32
(1) Classified by business continuity		
1. Net profit from continuing operations (net loss denoted by “-”)	<b>1,545,525,888.08</b>	1,685,290,629.32
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>1,541,713,886.45</b>	1,721,846,888.19
2. Non-controlling interests (net loss denoted by “-”)	<b>3,812,001.63</b>	-36,556,258.87
<b>VI. Other comprehensive income, net of tax</b>	<b>-154,697,571.39</b>	-77,324,249.98
Other comprehensive income attributable to owners of the parent, net of tax	<b>-154,697,571.39</b>	-77,324,249.98
(1) Other comprehensive income not to be reclassified to profit or loss	<b>-12,433,350.23</b>	-91,346,802.80
Changes in fair value of other investments in equity instruments	<b>-12,433,350.23</b>	-91,346,802.80
(2) Other comprehensive income to be reclassified to profit or loss	<b>-142,264,221.16</b>	14,022,552.82
1. Changes in fair value of other debt investments	<b>-128,931,112.53</b>	33,038,146.56
2. Credit impairment provisions for other debt investments	<b>13,473,880.61</b>	-26,178,343.66
3. Foreign currency translation differences	<b>-26,806,989.24</b>	7,162,749.92
Other comprehensive income attributable to non-controlling interests, net of tax	—	—

Item	First quarter of 2022	First quarter of 2021
<b>VII. Total comprehensive income</b>	<b>1,390,828,316.69</b>	1,607,966,379.34
Comprehensive income attributable to the owners of the Company	<b>1,387,016,315.06</b>	1,644,522,638.21
Comprehensive income attributable to non-controlling interests	<b>3,812,001.63</b>	-36,556,258.87
<b>VIII. Earnings per share</b>		
(1) Basic earnings per share ( <i>RMB/share</i> )	<b>0.18</b>	0.21
(2) Diluted earnings per share ( <i>RMB/share</i> )	<b>0.18</b>	0.21
<i>Person-in-charge of the Company:</i>	<i>Chief Financial Officer:</i>	<i>Person-in-charge of accounting department:</i>
<b>WANG Changqing</b>	<b>LI Geping</b>	<b>ZHAO Ming</b>



**Consolidated Cash Flow Statement**  
*From January to March 2022*

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Items	First quarter of 2022	First quarter of 2021
<b>I. Cash flows from operating activities:</b>		
Net decrease in financial assets held for trading	<b>10,008,232,326.84</b>	3,831,015,746.54
Cash received from interests, fees and commissions	<b>6,752,776,268.04</b>	5,396,888,184.44
Net decrease in margin accounts	<b>3,787,486,510.12</b>	–
Net increase in funds from repurchase business	–	4,547,586,686.68
Net cash received from accounts payable to brokerage clients	<b>16,080,039,852.21</b>	4,089,102,714.76
Cash received from other operating activities	<b>2,992,877,775.32</b>	19,421,425,193.41
Sub-total of cash inflows from operating activities	<b>39,621,412,732.53</b>	37,286,018,525.83
Net decrease in placements from banks and other financial institutions	<b>5,500,000,000.00</b>	500,000,000.00
Net increase in margin accounts	–	1,896,275,074.03
Net decrease in funds from repurchase business	<b>6,308,589,187.62</b>	–
Cash payment of interests, fees and commissions	<b>1,376,434,036.96</b>	1,124,360,251.02
Cash paid to and on behalf of employees	<b>1,317,541,910.73</b>	1,022,601,668.44
Cash payments of taxes and rates	<b>1,825,063,127.84</b>	1,305,325,498.65
Cash paid for other operating activities	<b>8,960,173,965.82</b>	6,462,850,190.51
Sub-total of cash outflows from operating activities	<b>25,287,802,228.97</b>	12,311,412,682.65
Net cash flows from operating activities	<b>14,333,610,503.56</b>	24,974,605,843.18

Items	First quarter of 2022	First quarter of 2021
<b>II. Cash flows from investing activities:</b>		
Cash received from investments	–	2,857,546,287.66
Cash received from other investing activities	<u>295,370.46</u>	<u>900,145.05</u>
Sub-total of cash inflows from investing activities	<u>295,370.46</u>	<u>2,858,446,432.71</u>
Cash paid for investments	1,227,820,323.55	–
Cash paid for purchase of property, plant and equipment, intangible assets and other long term assets	<u>48,976,941.57</u>	<u>44,297,422.56</u>
Sub-total of cash outflows from investing activities	<u>1,276,797,265.12</u>	<u>44,297,422.56</u>
Net cash flows from investing activities	<u><u>-1,276,501,894.66</u></u>	<u><u>2,814,149,010.15</u></u>
<b>III. Cash flows from financing activities:</b>		
Cash received from capital injection	4,500,000,000.00	–
Including: Cash received from issuing perpetual bonds	4,500,000,000.00	–
Cash received from borrowing activities	1,150,885,252.65	12,509,359,208.05
Cash received from issuing bonds	<u>14,501,364,000.00</u>	<u>28,007,217,000.00</u>
Sub-total of cash inflows from financing activities	<u>20,152,249,252.65</u>	<u>40,516,576,208.05</u>

Items	First quarter of 2022	First quarter of 2021
Payments of debts	24,731,125,366.58	47,910,058,857.89
Cash outflows due to payment of dividends, profit or interests	1,112,135,722.52	1,081,601,692.47
Including: Distribution to other equity instrument holders	195,000,000.00	195,000,000.00
Dividends and profits paid by subsidiaries to minority shareholders	187.08	—
Cash paid for other financing activities	387,858,297.48	209,444,800.19
Sub-total of cash outflows from financing activities	26,231,119,386.58	49,201,105,350.55
Net cash flows from financing activities	-6,078,870,133.92	-8,684,529,142.50
<b>IV. Effect of exchange rate changes on cash and cash equivalents</b>	93,814,830.08	-1,075,114.38
<b>V. Net increase in cash and cash equivalents</b>	7,072,053,305.06	19,103,150,596.45
Add: cash and cash equivalent balance at the beginning of the period	123,244,246,395.04	98,000,125,245.33
<b>VI. Cash and cash equivalents at the end of the period</b>	130,316,299,700.09	117,103,275,841.78
<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>

**Statement of Financial Position of the Parent Company**  
**March 31, 2022**

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Items	March 31, 2022	December 31, 2021
<b>ASSETS:</b>		
Cash and bank balances	88,114,894,473.35	90,562,092,369.97
Including: cash held on behalf of customers	68,339,940,450.13	63,724,995,872.74
Settlement deposits	26,196,072,795.23	19,065,260,486.54
Including: deposits held on behalf of customers	20,265,888,892.26	12,887,160,861.56
Margin accounts	53,874,946,471.36	57,669,166,602.11
Derivative financial assets	3,244,329,289.01	2,505,062,670.00
Financial assets held under resale agreements	20,650,740,518.06	18,952,749,528.74
Accounts receivable	23,901,665,357.25	22,575,104,745.17
Refundable deposits	7,936,417,435.65	5,635,199,934.73
<b>FINANCIAL INVESTMENT:</b>		
Financial assets held for trading	133,784,497,818.34	144,280,672,080.20
Other debt investments	47,083,997,697.34	45,182,441,512.82
Long-term equity investment	9,800,551,318.98	9,317,201,740.32
Investment properties	47,532,772.17	49,145,613.36
Property, plant and equipment	651,133,924.82	686,132,660.14
Intangible assets	473,240,503.31	488,614,398.81
Right-of-use assets	1,575,690,580.08	1,615,934,786.67
Deferred tax assets	1,825,005,572.08	1,827,819,579.62
Other assets	1,287,764,024.27	1,251,613,108.24
<b>Total assets</b>	<b>420,448,480,551.30</b>	<b>421,664,211,817.44</b>

Items	March 31, 2022	December 31, 2021
<b>LIABILITIES:</b>		
Short-term financing instruments payable	14,937,335,306.54	18,290,179,387.85
Placements from banks and other financial institutions	3,007,933,333.34	8,528,656,388.89
Financial liabilities held for trading	10,067,927,036.78	7,799,889,272.39
Derivative financial liabilities	3,597,899,082.91	4,294,036,102.98
Financial assets sold under repurchase agreements	92,317,450,156.61	98,157,721,253.00
Accounts payable to brokerage clients	88,866,301,617.52	76,834,652,337.49
Accounts payable to underwriting clients	833,879,952.03	478,080,970.63
Salaries, bonuses and allowances payable	4,880,824,803.56	4,319,398,508.30
Taxes payable	454,441,096.65	1,330,614,177.50
Accounts payable	20,375,744,033.54	21,319,067,895.93
Provision	59,515,360.00	59,545,648.00
Bonds payable	92,933,533,627.10	97,942,602,194.04
Lease liabilities	1,530,461,410.42	1,592,428,242.42
Deferred tax liabilities	1,045,062,612.65	1,184,870,423.30
Other liabilities	3,089,943,528.62	3,091,547,733.32
<b>Total liabilities</b>	<b>337,998,252,958.27</b>	<b>345,223,290,536.04</b>
<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	19,437,500,000.01	14,937,500,000.01
Including: perpetual bonds	19,437,500,000.01	14,937,500,000.01
Capital reserve	12,428,414,615.64	12,428,414,615.64
Other comprehensive income	581,066,120.53	667,026,412.39
Surplus reserves	5,208,016,985.40	5,208,016,985.40
General risk reserve	12,193,165,402.42	12,191,146,553.65
Retained earnings	24,845,369,672.03	23,252,121,917.31
<b>Total equity of the owners (or shareholders)</b>	<b>82,450,227,593.03</b>	<b>76,440,921,281.40</b>
<b>Liabilities and total equity of the owners (or shareholders)</b>	<b>420,448,480,551.30</b>	<b>421,664,211,817.44</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>

**Income Statement of the Parent Company**  
*From January to March 2022*

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Item	First quarter of 2022	First quarter of 2021
<b>I. Total operating revenue</b>	<b>4,631,875,701.93</b>	4,062,620,275.59
Net fee and commission income	<b>3,181,119,069.34</b>	2,261,195,373.30
Including: Net fee income from brokerage business	<b>1,380,053,665.58</b>	1,226,089,462.90
Net fee income from investment banking business	<b>1,561,614,009.51</b>	776,984,992.90
Net fee income from asset management business	<b>161,177,913.81</b>	224,929,220.67
Net interest income	<b>269,682,582.67</b>	246,104,504.06
Including: Interest income	<b>2,071,069,053.30</b>	1,933,652,597.39
Interest expenses	<b>1,801,386,470.63</b>	1,687,548,093.33
Investment income (loss denoted by “-”)	<b>784,208,010.62</b>	1,926,287,355.47
Including: Investment income from associates and joint ventures	<b>-210,667.62</b>	423,269.53
Gains and losses arising from changes in the fair value (loss denoted by “-”)	<b>226,661,580.88</b>	-403,239,489.80
Foreign exchange gains and losses (loss denoted by “-”)	<b>116,286,304.61</b>	-5,188,112.79
Other operating income	<b>3,770,007.21</b>	7,634,959.20
Gains from disposal of assets (loss denoted by “-”)	<b>122,273.00</b>	—
Other income	<b>50,025,873.60</b>	29,825,686.15
<b>II. Total operating expenses</b>	<b>2,427,697,980.15</b>	1,800,108,592.94
Tax and surcharges	<b>34,553,913.46</b>	30,938,529.06
Operating and administrative expenses	<b>2,285,161,987.53</b>	1,873,448,249.50
Credit impairment losses	<b>107,452,168.67</b>	-104,861,958.58
Other operating costs	<b>529,910.49</b>	583,772.96

Item	First quarter of 2022	First quarter of 2021
<b>III. Operating profit (loss denoted by “-”)</b>	<b>2,204,177,721.78</b>	2,262,511,682.65
Add: Non-operating income	<b>769,021.36</b>	432,304.92
Less: Non-operating expenses	<b>1,047,094.71</b>	92,394.18
<b>IV. Profit before income tax (gross loss denoted by “-”)</b>	<b>2,203,899,648.43</b>	2,262,851,593.39
Less: Income tax expenses	<b>442,965,236.72</b>	442,744,386.22
<b>V. Net profit (net loss denoted by “-”)</b>	<b>1,760,934,411.71</b>	1,820,107,207.17
(1) Net profit from continuing operations (net loss denoted by “-”)	<b>1,760,934,411.71</b>	1,820,107,207.17
(2) Net profit from discontinued operations (net loss denoted by “-”)	–	–
<b>VI. Other comprehensive income, net of tax</b>	<b>-85,960,291.86</b>	-102,211,162.60
(1) Other comprehensive income not to be reclassified to profit or loss	–	-112,608,275.99
Changes in fair value of other investments in equity instruments	–	-112,608,275.99
(2) Other comprehensive income to be reclassified to profit or loss	<b>-85,960,291.86</b>	10,397,113.39
1. Changes in fair value of other debt investments	<b>-100,092,640.69</b>	33,926,279.91
2. Credit impairment provisions for other debt investments	<b>14,132,348.83</b>	-23,529,166.52
<b>VII. Total comprehensive income</b>	<b>1,674,974,119.85</b>	1,717,896,044.57

*Person-in-charge of the*

*Company:*

**WANG Changqing**

*Chief Financial Officer:*

**LI Geping**

*Person-in-charge of*

*accounting department:*

**ZHAO Ming**

**Statement of Cash Flows of the Parent Company**  
*From January to March 2022*

Prepared by: CSC Financial Co., Ltd.

*In RMB Yuan (unaudited)*

Items	First quarter of 2022	First quarter of 2021
<b>I. Cash flows from operating activities:</b>		
Net decrease in financial assets held for trading	<b>11,727,044,159.53</b>	1,465,612,522.16
Cash received from interests, fees and commissions	<b>6,135,566,038.98</b>	4,877,690,066.10
Net decrease in margin accounts	<b>3,853,153,929.16</b>	–
Net increase in funds from repurchase business	–	4,967,120,200.00
Net cash received from accounts payable to brokerage clients	<b>12,031,649,280.03</b>	2,043,345,589.93
Cash received from other operating activities	<b>747,790,228.58</b>	16,900,706,554.70
Sub-total of cash inflows from operating activities	<b>34,495,203,636.28</b>	30,254,474,932.89
Net decrease in placements from banks and other financial institutions	<b>5,500,000,000.00</b>	500,000,000.00
Net increase in margin accounts	–	1,516,601,370.03
Net decrease in funds from repurchase business	<b>7,556,740,700.00</b>	–
Cash payment of interests, fees and commissions	<b>1,344,362,028.74</b>	1,087,761,400.10
Cash paid to and on behalf of employees	<b>1,203,060,126.87</b>	895,042,084.34
Cash payments of taxes and rates	<b>1,607,293,309.29</b>	1,236,118,620.23
Cash paid for other operating activities	<b>5,122,031,369.19</b>	2,657,616,123.74
Sub-total of cash outflows from operating activities	<b>22,333,487,534.09</b>	7,893,139,598.44
Net cash flows from operating activities	<b>12,161,716,102.19</b>	22,361,335,334.45



Items	First quarter of 2022	First quarter of 2021
<b>II. Cash flows from investing activities:</b>		
Cash received from investments	–	3,023,647,040.59
Cash received from other investing activities	<b>231,026.13</b>	409,928.24
Sub-total of cash inflows from investing activities	<b>231,026.13</b>	3,024,056,968.83
Cash paid for investments	<b>2,067,764,361.00</b>	200,000,000.00
Cash paid for purchase of property, plant and equipment, intangible assets and other long term assets	<b>45,158,447.77</b>	34,891,129.24
Sub-total of cash outflows from investing activities	<b>2,112,922,808.77</b>	234,891,129.24
Net cash flows from investing activities	<b>-2,112,691,782.64</b>	2,789,165,839.59
<b>III. Cash flows from financing activities:</b>		
Cash received from capital injection	<b>4,500,000,000.00</b>	–
Including: Cash received from issuing perpetual bonds	<b>4,500,000,000.00</b>	–
Cash received from issuing bonds	<b>14,501,364,000.00</b>	28,007,217,000.00
Sub-total of cash inflows from financing activities	<b>19,001,364,000.00</b>	28,007,217,000.00
Payments of debts	<b>22,801,941,000.00</b>	35,738,173,000.00
Cash outflows due to payment of dividends, profit or interests	<b>1,204,875,877.49</b>	1,000,403,850.31
Including: Distribution to other equity instrument holders	<b>195,000,000.00</b>	195,000,000.00
Cash paid for other financing activities	<b>182,382,937.44</b>	186,877,368.92
Sub-total of cash outflows from financing activities	<b>24,189,199,814.93</b>	36,925,454,219.23
Net cash flows from financing activities	<b>-5,187,835,814.93</b>	-8,918,237,219.23

Items	First quarter of 2022	First quarter of 2021
IV. Effect of exchange rate changes on cash and cash equivalents	116,286,304.61	-5,188,112.79
V. Net increase in cash and cash equivalents	4,977,474,809.23	16,227,075,842.02
Add: cash and cash equivalent balance at the beginning of the period	109,085,387,084.36	88,688,239,439.55
VI. Cash and cash equivalents at the end of the period	<u>114,062,861,893.59</u>	<u>104,915,315,281.57</u>

*Person-in-charge of the  
Company:*  
**WANG Changqing**

*Chief Financial Officer: accounting department:*  
**LI Geping**                      **ZHAO Ming**

**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 2022**

☐ Applicable                      ☒ Not applicable

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

Beijing, the PRC  
April 28, 2022

*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.*