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綠色動力
DYNAGREEN

綠色動力環保集團股份有限公司
Dynagreen Environmental Protection Group Co., Ltd.*
(a joint stock limited liability company incorporated in the People's Republic of China)
(Stock Code: 1330)

FIRST QUARTER REPORT OF 2022

SUMMARY

The Board of Dynagreen Environmental Protection Group Co., Ltd.* hereby announces the first quarter report of 2022 of the Company. The financial data contained in the Report has been prepared in accordance with PRC GAAP and is unaudited. This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of Dynagreen Environmental Protection Group Co., Ltd.* (the “**Company**”) hereby announces the unaudited results of the Company for the three months ended 31 March 2022 (the “**Report**”). The financial data contained in the Report has been prepared in accordance with China Accounting Standards for Business Enterprises (“**PRC GAAP**”) and is unaudited. This announcement is made pursuant to Rules 13.09(2) and 13.10B of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited and the Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

The Report is written in both Chinese and English. In the case of any discrepancies, the Chinese version of the Report shall prevail.

IMPORTANT NOTICE

The Board, the supervisory committee and the directors, the supervisors and the senior management of the Company hereby warrant the truthfulness, accuracy and completeness of the contents of the quarter report, guarantee that there are no false representations, misleading statements or material omissions contained in the quarter report, and are jointly and severally responsible for the legal liabilities.

The responsible officer of the Company, the Chief Financial Officer and the Chief Accountant, declare that they warrant the truthfulness, accuracy and completeness of the information of the financial statements in the quarter report.

Whether the first quarter report is audited

☐ Yes ☒ No

I. MAJOR FINANCIAL DATA

(I) Major accounting data and financial indicators

Unit: RMB

Item	The Reporting Period	Increase/decrease for the Reporting Period over the corresponding period last year (%)
Operating income	1,105,078,853.31	-5.02
Net profit attributable to shareholders of the Company	180,883,631.36	-13.63
Net profit excluding extraordinary gain and loss attributable to the shareholders of the Company	178,642,358.15	-13.90
Net cash flows from operating activities	83,324,684.86	296.70
Basic earnings per share (RMB/share)	0.13	-13.33
Diluted earnings per share (RMB/share)	0.13	-13.33
Weighted average return on net asset (%)	2.70	Decreased by 0.68 percentage point

I. MAJOR FINANCIAL DATA (CONTINUED)

(I) Major accounting data and financial indicators (continued)

	As at the end of the reporting period	As at the end of last year	Increase/decrease from the end of last year (%)
Total assets	22,725,983,922.38	20,214,466,018.97	12.42
Owners' equity attributable to the shareholders of the Company	6,930,578,360.74	6,528,089,590.66	6.17

Note: Pursuant to the interpretation on accounting treatment for public-private partnership (PPP) project contracts under the CAS Bulletin No.14 issued by the Ministry of Finance, PPP project contracts that meet the corresponding conditions shall be subject to accounting treatment in accordance with the Accounting Standards for Business Enterprises No. 14 – Revenue. The preparation of the Company's 2021 annual financial report followed the Interpretation No. 14 in terms of recognition of construction revenue and adjustments were made to the financial data for the first three quarters of 2021. The data for the corresponding period of last year in the above table include construction revenue.

(II) Extraordinary gains and losses items and amounts

Unit: RMB

Item	Amount for the Reporting Period	Description
Gains and losses from disposal of non-current assets	-933.14	
Government grants recognised through profit or loss (excluding those having close relationships with the Company's operation and enjoyed in fixed amount or quantity according to uniform national standard)	1,370,635.69	
Fund usage fees received from non-financial institutions recognised in profit or loss	333,773.58	
Other non-operating income and expenses besides items above	350,882.28	
Other items of non-recurring gains or losses	370,540.37	
Less: Effects on income tax	148,278.09	
Effects on non-controlling shareholders (after-tax)	35,347.48	
Total	<u>2,241,273.21</u>	

I. MAJOR FINANCIAL DATA (CONTINUED)

(II) Extraordinary gains and losses items and amounts (continued)

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

☐ Applicable ☒ Not applicable

(III) Changes in major accounting data and financial indicators and the reasons thereof

☒ Applicable ☐ Not applicable

Item	Change (%)	Main reason
Net profit attributable to the shareholders of the Company	-13.63	As the COVID-19 affected the construction progress of the projects under construction, the construction revenue decreased year-on-year; after the Company completed the non-public issuance of A shares at the end of 2020, the Company repaid part of the borrowings, the average balance of borrowings for the period increased as compared with the corresponding period last year, and the financial expenses increased as compared with the corresponding period last year.
Net cash flows generated from operating activities	296.70	An increase in cash received from sales of goods and rendering of services as compared with the corresponding period last year; a decrease in construction expenditure of PPP projects included in operating activities

II. INFORMATION OF SHAREHOLDERS

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

Unit: share

Total number of holders of ordinary shares as at the end of the Reporting Period

64,619 Total number of shareholders of preference shares with restored voting rights as at the end of the Reporting Period (if any)

Shareholding of the top ten shareholders				Number of shares held subject to selling restrictions	Pledged, marked or frozen	
Name of shareholder	Nature of shareholder	Number of shares held	Percentage (%)		Status	Number
Beijing State-owned Assets Management Co., Ltd.	State-owned legal person	594,085,618	42.63	92,896,000	Nil	
HKSCC NOMINEES LIMITED	Overseas legal person	379,480,000	27.23		Unknown	
Three Gorges Capital Holdings Co., Ltd.	State-owned legal person	84,265,896	6.05		Nil	
Beijing State-Owned Assets Management (Hong Kong) Company Limited	Overseas legal person	24,859,792	1.78		Nil	
Beijing Huitai Hengrui Investment Co., Ltd.	Domestic non-state-owned legal person	17,170,707	1.23		Nil	
Gongqingcheng Jingxiu Investment Partnership (Limited Partnership)	Domestic non-state-owned legal person	7,130,378	0.51		Nil	
Hong Kong Securities Clearing Company Limited	Overseas legal person	2,775,127	0.20		Nil	
Prudence Investment Management (Hong Kong) Limited – Prudence Enhanced Income Fund	Others	2,200,000	0.16		Nil	
China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai (中國人壽保險股份有限公司 – 分紅 – 個人分紅 – 005L – FH002 滬)	Others	1,700,000	0.12		Nil	
Agricultural Bank of China Limited – Southern CSI Yangtze River Protection Themed Exchanged Open Index Securities Investment Fund (中國農業銀行股份有限公司 – 南方中證長江保護主題交易型開放式指數證券投資基金)	Others	1,421,700	0.10		Nil	

II. INFORMATION OF SHAREHOLDERS (CONTINUED)

(I) Table of total number of holders of ordinary shares, number of shareholders of preference shares with restored voting rights and shareholdings of the top ten shareholders (continued)

Name of shareholder	Top ten holders of shares not subject to selling restrictions		Class and number of shares	
	Number of tradable shares not subject to selling restrictions held	Type of shares	Number	
Beijing State-owned Assets Management Co., Ltd.	501,189,618	RMB ordinary shares	501,189,618	
HKSCC NOMINEES LIMITED	379,480,000	Overseas listed foreign shares	379,480,000	
Three Gorges Capital Holdings Co., Ltd.	84,265,896	RMB ordinary shares	84,265,896	
Beijing State-Owned Assets Management (Hong Kong) Company Limited	24,859,792	Overseas listed foreign shares	24,859,792	
Beijing Huitai Hengrui Investment Co., Ltd.	17,170,707	RMB ordinary shares	17,170,707	
Gongqingcheng Jingxiu Investment Partnership (Limited Partnership)	7,130,378	RMB ordinary shares	7,130,378	
Hong Kong Securities Clearing Company Limited	2,775,127	RMB ordinary shares	2,775,127	
Prudence Investment Management (Hong Kong) Limited – Prudence Enhanced Income Fund	2,200,000	RMB ordinary shares	2,200,000	
China Life Insurance Company Limited – Dividend – Individual Dividend – 005L – FH002 Shanghai (中國人壽保險股份有限公司 – 分紅 – 個人分紅 – 005L – FH002滬)	1,700,000	RMB ordinary shares	1,700,000	
Agricultural Bank of China Limited – Southern CSI Yangtze River Protection Themed Exchanged Open Index Securities Investment Fund (中國農業銀行股份有限公司 – 南方中證長江保護主題交易型開放式指數證券投資基金)	1,421,700	RMB ordinary shares	1,421,700	
Particulars of related-party relationship or concert party arrangement among the Shareholders above	Beijing State-Owned Assets Management (Hong Kong) Company Limited is a wholly-owned subsidiary of Beijing State-owned Assets Management Co., Ltd.			

III. OTHER REMINDERS

Other important information about the Company's operations during the Reporting Period that needs to be brought to the attention of investors

☒ Applicable ☐ Not applicable

As approved by the Approval in Relation to the Public Issuance of Convertible Corporate Bonds of Dynagreen Environmental Protection Group Co., Ltd. (Zheng Jian Xu Ke [2022] No. 132), on 25 February 2022, the Company publicly issued 23.6 million convertible corporate bonds with a face value of RMB100 per bond and a total issuance size of RMB2.36 billion. As approved by the Self-Regulatory Supervision Decision [2022] No. 70 of the Shanghai Stock Exchange, the convertible corporate bonds in an amount of RMB2.36 billion were listed on the Shanghai Stock Exchange on 23 March 2022 with the short name of "Dynagreen Convertible Bonds" and the code of "113054", and the initial conversion price was RMB9.82 per share.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Type of audit opinion

☐ Applicable ☒ Not applicable

(II) Financial statements

Consolidated Balance Sheet

31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 December 2021
Current assets:		
Cash at bank and on hand	2,990,039,265.29	966,741,308.85
Bills receivable	7,850,000.00	8,816,400.00
Accounts receivable	1,651,010,122.77	1,530,086,535.20
Receivables under financing		500,000.00
Prepayments	37,577,423.84	26,417,264.13
Other receivables	61,887,000.82	43,457,908.02
Inventories	44,143,472.10	43,491,074.67
Contract assets	247,005,044.67	227,632,558.36
Held-for-sale assets	108,489,032.00	108,489,032.00
Non-current assets due within one year	41,347,119.04	41,347,119.04
Other current assets	203,018,918.04	227,450,849.72
Total current assets	5,392,367,398.57	3,224,430,049.99

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Balance Sheet (continued) 31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 December 2021
Non-current assets:		
Long-term receivables	50,180,665.03	49,619,090.97
Long-term equity investments	91,211,544.02	89,838,632.91
Fixed assets	328,802,035.67	332,942,513.29
Right-of-use assets	6,362,336.51	7,185,985.49
Intangible assets	9,822,842,516.32	9,546,803,985.25
Goodwill	43,910,821.67	43,910,821.67
Long-term deferred expenses	1,204,895.90	76,373.47
Deferred tax assets	212,070,101.21	206,779,956.25
Other non-current assets	6,777,031,607.48	6,712,878,609.68
Total non-current assets	17,333,616,523.81	16,990,035,968.98
Total assets	22,725,983,922.38	20,214,466,018.97

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Balance Sheet (continued) 31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 December 2021
Current liabilities:		
Short-term loans	1,143,542,193.78	1,248,797,640.41
Bills payable	19,645,138.89	19,467,708.34
Accounts payable	1,278,634,666.46	1,411,772,142.99
Contract liabilities	5,324,452.24	11,750,162.24
Employee benefits payable	41,408,554.22	104,938,148.73
Taxes payable	58,875,141.82	46,140,255.29
Other payables	136,317,527.44	132,552,974.49
Non-current liabilities due within one year	831,745,443.96	790,591,361.79
Total current liabilities	3,515,493,118.81	3,766,010,394.28
Non-current liabilities:		
Long-term loans	8,915,112,318.65	8,709,002,229.47
Bonds payable	2,134,854,837.08	
Lease liabilities	2,632,743.92	3,569,175.43
Long-term payables	262,556,936.48	264,706,626.08
Deferred income	131,102,902.09	132,032,044.50
Deferred tax liabilities	432,788,624.63	421,564,037.89
Total non-current liabilities	11,879,048,362.85	9,530,874,113.37
Total liabilities	15,394,541,481.66	13,296,884,507.65

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Balance Sheet (continued) 31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 December 2021
Owners' equity (or Shareholders' equity):		
Paid in capital (or share capital)	1,393,440,000.00	1,393,440,000.00
Other equity instruments	217,568,790.78	
Capital reserve	2,412,410,905.73	2,412,410,905.73
Other comprehensive income	28,590,296.24	24,553,948.30
Surplus reserve	103,278,199.37	103,278,199.37
Retained earnings	2,775,290,168.62	2,594,406,537.26
Total equity attributable to owners of the Company (or Shareholders' equity)	6,930,578,360.74	6,528,089,590.66
Non-controlling interests	400,864,079.98	389,491,920.66
Total owners' equity (or Shareholders' equity)	<u>7,331,442,440.72</u>	<u>6,917,581,511.32</u>
Total liabilities and owners' equity (or Shareholders' equity)	<u>22,725,983,922.38</u>	<u>20,214,466,018.97</u>
Officer of the Company: Qiao Dewei	Chief Financial Officer: Yi Zhiyong	Chief Accountant: Zhao Linbin

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Income Statement

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
I. Total operating income	<u>1,105,078,853.31</u>	<u>1,163,496,483.27</u>
Including: Operating income	<u>1,105,078,853.31</u>	<u>1,163,496,483.27</u>
II. Total operating cost	869,267,639.22	921,137,396.87
Including: Operating cost	685,160,885.15	774,075,572.78
Taxes and surcharges	11,189,818.20	10,848,244.25
Selling expenses	171,296.11	
General and administrative expenses	39,167,638.87	33,997,639.70
Research and development expenses	2,844,871.02	1,076,887.72
Financial expenses	130,733,129.87	101,139,052.42
Including: Interest expenses	130,543,933.51	104,426,948.85
Interest income	4,526,505.91	1,666,779.26
Add: Other income	6,180,015.77	16,902,292.09
Investment income		
(“–” indicating loss)	1,706,684.69	2,330,520.75
Including: Income from investment in associates and joint ventures	1,372,911.11	2,258,290.33
Impairment loss of credit		
(“–” indicating loss)	-20,131,051.98	-13,330,206.57
Impairment loss of assets		
(“–” indicating loss)	-2,217,732.01	8,330,959.23
Gains on disposal of assets		
(“–” indicating loss)		-4,265.39

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Income Statement (continued)

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
III. Operating profit (“–” indicating loss)	<u>221,349,130.56</u>	<u>256,588,386.51</u>
Add: Non-operating income	365,730.56	672,331.46
Less: Non-operating expenses	<u>15,781.42</u>	<u>15,295.16</u>
IV. Total profit (“–” indicating total loss)	<u>221,699,079.70</u>	<u>257,245,422.81</u>
Less: Income tax expenses	<u>30,643,289.02</u>	<u>37,933,049.14</u>
V. Net profit (“–” indicating net loss)	<u>191,055,790.68</u>	<u>219,312,373.67</u>
(1) By business continuity		
1. Net profit from continuing operations (“–” indicating net loss)	191,055,790.68	219,312,373.67
2. Net profit from discontinued operations (“–” indicating net loss)		
(2). By ownership		
1. Net profit attributable to shareholders of the Company (“–” indicating net loss)	180,883,631.36	209,434,657.22
2. Non-controlling interests (“–” indicating net loss)	<u>10,172,159.32</u>	<u>9,877,716.45</u>

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Income Statement (continued)

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
VI. Other comprehensive income, net of tax	4,036,347.94	-2,006,615.29
(I) Other comprehensive income attributable to owners of the Company, net of tax	4,036,347.94	-2,006,615.29
1. Other comprehensive income that cannot be reclassified to profit or loss		
2. Other comprehensive income to be reclassified to profit or loss	4,036,347.94	-2,006,615.29
(1) Conversion differences arising from the conversion of foreign currency financial statements	4,036,347.94	-2,006,615.29
(II) Other comprehensive income attributable to non-controlling interests, net of tax		
VII. Total comprehensive income	195,092,138.62	217,305,758.38
(I) Total comprehensive income attributable to owners of the Company	184,919,979.30	207,428,041.93
(II) Total comprehensive income attributable to non-controlling interests	10,172,159.32	9,877,716.45
VIII. Earnings per share:		
(I) Basic earnings per share (RMB/Share)	0.13	0.15
(II) Diluted earnings per share (RMB/Share)	0.13	0.15

For the Business merger involving entities under common control during the current period, the net profit recorded by the merged party before the merger was RMB0, and the net profit recorded by the merged party in the prior period was RMB0.

Officer of the Company:
Qiao Dewei

Chief Financial Officer:
Yi Zhiyong

Chief Accountant:
Zhao Linbin

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Cash Flow Statement

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	594,975,041.96	576,989,368.91
Refunds of taxes	15,015,707.42	18,304,998.61
Cash received from other operating activities	8,695,890.94	32,435,228.61
Sub-total of cash inflows from operating activities	618,686,640.32	627,729,596.13
Cash paid for goods and services	160,002,394.87	161,853,660.25
Increase of principal of BOT projects	153,745,503.49	247,102,736.36
Cash paid to and for employees	155,227,212.73	138,797,840.68
Payments of various taxes	53,472,024.38	49,547,823.34
Cash paid for other operating activities	12,914,819.99	9,422,866.82
Sub-total of cash outflows for operating activities	535,361,955.46	606,724,927.45
Net cash flows generated from operating activities	83,324,684.86	21,004,668.68
II. Cash flows from investing activities:		
Cash received from investments		
Cash received from investment income		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	6,725.66	8,288.50
Cash received from other investing activities	4,853,800.00	5,200,000.00
Sub-total of cash inflows from investing activities	4,860,525.66	5,208,288.50

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Cash Flow Statement (continued)

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	399,918,594.12	479,084,772.48
Cash paid for investments		
Net cash paid for acquisition of subsidiaries and other companies		35,182,997.10
Cash paid for other investing activities	26,011,900.00	8,953,000.00
Sub-total of cash outflows for investing activities	425,930,494.12	523,220,769.58
Net cash flows generated from investing activities	-421,069,968.46	-518,012,481.08
III. Cash flows from financing activities:		
Cash received from investments	1,200,000.00	16,200,000.00
Including: Cash received from non-controlling shareholders of subsidiaries	1,200,000.00	16,200,000.00
Cash received from issuance of bonds	2,360,000,000.00	
Cash received from loans	563,771,450.84	536,574,929.14
Cash received from other financing activities		
Sub-total of cash inflows from financing activities	2,924,971,450.84	552,774,929.14

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Consolidated Cash Flow Statement (continued)

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
Cash paid for repayment of loans	428,694,358.46	444,496,365.94
Cash paid for distribution of dividends and profit or payment of interests	116,313,184.33	99,364,404.32
Including: Dividends and profits paid for non-controlling shareholders of subsidiaries		
Cash paid for other financing activities	14,429,303.10	349,557.03
Sub-total of cash outflows for financing activities	559,436,845.89	544,210,327.29
Net cash flows generated from financing activities	2,365,534,604.95	8,564,601.85
IV. Effect of foreign exchanges rate changes on cash and cash equivalents	8,635.09	-6,547.43
V. Net increase in cash and cash equivalents	2,027,797,956.44	-488,449,757.98
Add: Balance of cash and cash equivalents at the beginning of the period	954,789,955.35	1,592,968,039.86
VI. Balance of cash and cash equivalents at the end of the period	2,982,587,911.79	1,104,518,281.88

Officer of the Company:
Qiao Dewei

Chief Financial Officer:
Yi Zhiyong

Chief Accountant:
Zhao Linbin

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Balance Sheet 31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 March 2021
Current assets:		
Cash at bank and on hand	2,057,964,738.98	213,422,050.77
Accounts receivable	174,100,717.66	144,776,114.44
Prepayments	14,103.62	124,966.50
Other receivables	1,070,041,455.55	1,014,415,904.70
Including: interests receivable	50,551,264.89	48,711,316.49
Dividends receivable	44,000,000.00	61,000,000.00
Non-current assets due within one year	87,000,594.44	74,713,094.44
Other current assets	306,022.87	2,401,777.37
Total current assets	3,389,427,633.12	1,449,853,908.22
Non-current assets:		
Long-term receivables	375,558,272.96	304,558,272.96
Long-term equity investments	6,000,072,411.23	5,886,799,500.12
Fixed assets	2,170,527.95	2,055,418.35
Right-of-use assets	4,377,431.10	5,252,917.32
Intangible assets	1,459,208.13	1,509,930.00
Long-term deferred expenses	1,204,895.90	76,373.47
Deferred tax assets	1,630,591.87	1,218,276.57
Other non-current assets	1,409,135.00	2,562,029.73
Total non-current assets	6,387,882,474.14	6,204,032,718.52
Total assets	9,777,310,107.26	7,653,886,626.74

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Balance Sheet (continued) 31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 March 2021
Current liabilities:		
Short-term loans	1,243,642,756.33	1,424,732,972.91
Bills payable	20,000,000.00	20,000,000.00
Accounts payable	352,329.71	214,899.14
Contract liabilities	31,838,983.04	32,144,067.78
Employee benefits payable	4,767,286.94	21,080,140.97
Taxes payable	1,331,634.95	1,923,205.56
Other payables	195,416,335.92	195,473,070.46
Including: interests payable		
Dividends payable		
Non-current liabilities due within one year	120,174,069.13	115,774,009.89
Total current liabilities	1,617,523,396.02	1,811,342,366.71
Non-current liabilities:		
Long-term loans	1,670,385,415.50	1,690,869,071.73
Bonds payable	2,134,854,837.08	
Lease liabilities	845,209.40	1,798,167.20
Total non-current liabilities	3,806,085,461.98	1,692,667,238.93
Total liabilities	5,423,608,858.00	3,504,009,605.64

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Balance Sheet (continued)

31 March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	31 March 2022	31 March 2021
Owners' equity (or Shareholders' equity):		
Paid in capital (or share capital)	1,393,440,000.00	1,393,440,000.00
Other equity instruments	217,568,790.78	
Capital reserve	2,459,501,733.70	2,459,501,733.70
Less: treasury stock		
Surplus reserve	103,278,199.37	103,278,199.37
Retained earnings	179,912,525.41	193,657,088.03
Total owners' equity (or Shareholders' equity)	4,353,701,249.26	4,149,877,021.10
Total liabilities and owners' equity (or Shareholders' equity)	9,777,310,107.26	7,653,886,626.74
Officer of the Company: Qiao Dewei	Chief Financial Officer: Yi Zhiyong	Chief Accountant: Zhao Linbin

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Income Statement January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
I. Total operating income	<u>32,799,040.24</u>	<u>10,939,795.72</u>
Less: Operating cost	2,091,565.72	1,690,770.60
Taxes and surcharges	55,621.06	79,762.30
General and administrative expenses	9,270,408.70	7,554,845.89
Research and development expenses	2,844,871.02	1,076,887.72
Financial expenses	38,680,418.48	30,384,788.36
Including: Interest expenses	41,478,820.72	31,143,659.65
Interest income	3,294,488.09	916,651.41
Add: Other income	391,437.81	212,653.02
Investment income (“–” indicating loss)	7,244,790.21	11,731,650.72
Including: Income from investment in associates and joint ventures	1,372,911.11	2,258,290.33
Impairment loss of credit (“–” indicating loss)	-1,649,261.20	-944,415.01
Impairment loss of assets (“–” indicating loss)		
Gains on disposal of assets (“–” indicating loss)		-4,265.39
II. Operating profit (“–” indicating loss)	-14,156,877.92	-18,851,635.81
Add: Non-operating income		
Less: Non-operating expenses		
III. Total profit (“–” indicating total loss)	<u>-14,156,877.92</u>	<u>-18,851,635.81</u>
Less: Income tax expenses	<u>-412,315.30</u>	<u>-236,103.75</u>

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Income Statement (continued)

January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
IV. Net profit (“–” indicating net loss)	-13,744,562.62	-18,615,532.06
(1) Net profit from continuing operations (“–” indicating net loss)	-13,744,562.62	-18,615,532.06
(2) Net profit from discontinued operations (“–” indicating net loss)		
V. Other comprehensive income, net of tax		
VI. Total comprehensive income	-13,744,562.62	-18,615,532.06
VII. Earnings per share:		
(I) Basic earnings per share (RMB/Share)		
(II) Diluted earnings per share (RMB/Share)		

Officer of the Company:
Qiao Dewei

Chief Financial Officer:
Yi Zhiyong

Chief Accountant:
Zhao Linbin

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Cash Flow Statement January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	4,242,577.09	7,089,172.69
Cash received from other operating activities	11,282,177.14	8,509,821.54
Sub-total of cash inflows from operating activities	15,524,754.23	15,598,994.23
Cash paid for goods and services	30,158.37	393,140.67
Cash paid to and for employees	24,233,926.27	22,726,942.24
Payments of various taxes	2,013,288.37	79,762.30
Cash paid for other operating activities	27,293,264.38	33,163,857.67
Sub-total of cash outflows for operating activities	53,570,637.39	56,363,702.88
Net cash flows generated from operating activities	-38,045,883.16	-40,764,708.65
II. Cash flows from investing activities:		
Cash received from investment income	17,000,000.00	15,000,000.00
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		8,288.50
Cash received from other investing activities	150,469,834.19	178,800,540.91
Sub-total of cash inflows from investing activities	167,469,834.19	193,808,829.41
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	198,766.04	119,480.08
Cash paid for investments	111,900,000.00	65,800,000.00
Net cash paid for acquisition of subsidiaries and other companies		35,182,997.10
Cash paid for other investing activities	282,923,119.72	280,700,000.00
Sub-total of cash outflows for investing activities	395,021,885.76	381,802,477.18
Net cash flows generated from investing activities	-227,552,051.57	-187,993,647.77

IV. QUARTERLY FINANCIAL STATEMENTS (CONTINUED)

(II) Financial statements (continued)

Company Cash Flow Statement (continued) January to March 2022

Prepared by: Dynagreen Environmental Protection Group Co., Ltd.

Unit: RMB Unaudited

Item	First Quarter of 2022	First Quarter of 2021
III. Cash flows from financing activities:		
Cash received from issuance of bonds	2,360,000,000.00	
Cash received from loans	125,000,000.00	150,000,000.00
Cash received from other financing activities		
Sub-total of cash inflows from financing activities	<u>2,485,000,000.00</u>	<u>150,000,000.00</u>
Cash paid for repayment of loans	323,547,248.67	207,047,248.67
Cash paid for distribution of dividends and profit or payment of interests	32,498,723.08	28,887,726.87
Cash paid for other financing activities	<u>14,313,000.00</u>	<u>235,849.06</u>
Sub-total of cash outflows for financing activities	<u>370,358,971.75</u>	<u>236,170,824.60</u>
Net cash flows generated from financing activities	<u>2,114,641,028.25</u>	<u>-86,170,824.60</u>
IV. Effect of foreign exchanges rate changes on cash and cash equivalents	<u>-405.31</u>	<u>217.56</u>
V. Net increase in cash and cash equivalents	<u>1,849,042,688.21</u>	<u>-314,928,963.46</u>
Add: Balance of cash and cash equivalents at the beginning of the period	<u>203,062,050.77</u>	<u>430,958,075.95</u>
VI. Balance of cash and cash equivalents at the end of the period	<u>2,052,104,738.98</u>	<u>116,029,112.49</u>

Officer of the Company:
Qiao Dewei

Chief Financial Officer:
Yi Zhiyong

Chief Accountant:
Zhao Linbin

Adjustments to the first adoption of the relevant financial statements at the beginning of the then year due to the first adoption of new lease standard since 2022

☐ Applicable ☒ Not applicable

By Order of the Board
Dynagreen Environmental Protection Group Co., Ltd.*
Qiao Dewei
Chairman

Shenzhen, the PRC
29 April 2022

As of the date of this announcement, the executive directors of the Company are Mr. Qiao Dewei, Ms. Zhong Xia and Mr. Hu Shengyong; the non-executive directors of the Company are Mr. Liu Shuguang, Mr. Cheng Suning and Mr. Li Lei; and the independent non-executive directors of the Company are Ms. Fu Jie, Mr. Xie Lanjun and Mr. Zhou Beihai.

* For identification purposes only