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申 萬 宏 源 集 團 股 份 有 限 公 司
SHENWAN HONGYUAN GROUP CO., LTD.

(A joint stock company incorporated in the People's Republic of China with limited liability)
(Stock Code: 6806)

2022 FIRST QUARTERLY REPORT

This announcement is made pursuant to Rules 13.09 and 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

Set out below is the 2022 first quarterly report of Shenwan Hongyuan Group Co., Ltd. (the “**Company**”) and its subsidiaries (the “**Group**”) as of March 31, 2022. The financial report contained therein is prepared pursuant to the China Accounting Standards for Business Enterprises and has not been audited.

This report is prepared in both Chinese and English languages. In the event of any inconsistency between these two versions, the Chinese version shall prevail.

By order of the Board
Shenwan Hongyuan Group Co., Ltd.
Chu Xiaoming
Chairman

Beijing, the PRC
April 29, 2022

As at the date of this announcement, the Board comprises Mr. Chu Xiaoming and Mr. Huang Hao as executive directors; Ms. Ge Rongrong, Mr. Ren Xiaotao, Mr. Zhang Yigang, Mr. Zhu Zhilong and Ms. Zhang Ying as non-executive directors; Ms. Yeung Siuman Shirley, Mr. Wu Changqi, Mr. Chen Hanwen and Mr. Zhao Lei as independent non-executive directors.

Important Notice:

1. The board of directors, the board of supervisors and the directors, supervisors and senior management of the Company warrant the truthfulness, accuracy and completeness of the content contained in this quarterly report, and that there are no misstatements, misleading representations or material omission in the contents contained herein, and severally and are jointly bear full legal responsibilities thereof.
2. Mr. Huang Hao, the legal representative and general manager of the Company, Ms. Ren Quansheng, the chief financial officer of the Company, and Ms. Zhang Yan, the person in charge of the planning and finance department of the Company, have declared that they warrant the truthfulness, accuracy and completeness of the financial statements in this quarterly report.
3. This quarterly report was considered and approved at the 8th meeting of the fifth session of the board of directors of the Company. 11 directors shall participate in the poll of the meeting and the actual number of directors participated was 11.
4. Whether the first quarterly report of the Company is audited.
☐ Yes ☒ No
5. Matters on which auditors express non-standard opinions.
☐ Applicable ☒ Not applicable

I. Major financial data

(I) Key accounting data and financial indicators

Whether retroactive adjustments or restatements are required to be made by the Company to the accounting data for the previous years

☐ Yes ☒ No

Unit: Yuan Currency: RMB

Items	The reporting period	Comparative period	Increase/decrease as compared with the corresponding period of the last year (%)
Operating income	4,830,257,440.00	8,650,533,658.09	-44.16
Net profit attributable to shareholders of the Company	1,070,996,613.35	2,431,210,656.27	-55.95
Net profit attributable to shareholders of the Company, net of non-recurring items	1,015,612,612.15	2,404,984,632.04	-57.77
Net cash flows from operating activities	8,583,559,593.22	-5,431,710,737.93	N/A
Basic earnings per share (RMB/share)	0.04	0.10	-60.00
Diluted earnings per share (RMB/share)	0.04	0.10	-60.00
Weighted average return on equity (%)	1.12	2.72	Decreased by 1.60 percentage points
Items	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	619,863,397,872.56	601,011,467,253.09	3.14
Equity attributable to shareholders of the Company	96,097,024,543.53	95,222,008,059.47	0.92

Reason for change in accounting policies and correction of accounting errors

☐ Applicable ☒ Not applicable

Total share capital of the Company as of the trading day prior to the disclosure:

Total share capital of the Company as of the trading day prior to the disclosure (number of shares)	25,039,944,560
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Fully diluted earnings per share calculated with reference to the latest share capital:

Preference share dividend paid (RMB)	—
Perpetual bonds interest paid (RMB)	—
Fully diluted earnings per share calculated with reference to the latest share capital (RMB/share)	0.04

(II) Items and amounts of the non-recurring profit or loss

☒ Applicable ☐ Not applicable

Unit: Yuan Currency: RMB

Items	Amount for the reporting period	Note
Profit or loss from disposal of non-current assets (including write-offs of asset impairment provision)	326,587.22	Mainly comprising of the profit or loss from the disposal of fixed assets
Government grants attributable to profit or loss for the period (excluding those closely related to ordinary operating activities and granted on an ongoing basis in a fixed amount or fixed quota in line with national policy provisions and according to certain standards)	80,406,501.65	Mainly comprising of the withholding tax fee obtained
Other non-operating income and expenses other than the above items	-7,127,871.72	
Less: Effect of income tax	18,183,025.83	
Effect of non-controlling interest (net of tax)	38,190.12	
Total	55,384,001.20	—

Details of other profit and loss items that meet the definition of non-recurring profit and loss:

☐ Applicable ☒ Not applicable

Explanation on defining the extraordinary profit or loss items that are set out in the Explanatory Announcement No. 1 on Information Disclosure by Public Issuers — Extraordinary Profit or Loss Items (《公開發行證券的公司信息披露解釋性公告第1號 — 非經常性損益》) as recurring profit or loss items

☒ Applicable ☐ Not applicable

The profit or loss from entrusting others to invest or manage assets, investment gains obtained from holding and disposal of trading financial assets and other debt investments, entrustment fee income from entrusted operations, etc. are profit or loss from normal operating items and thus are not included in disclosure of profit or loss from non-recurring items.

(III) Changes of key accounting data and financial indicators and reasons for changes

√ Applicable □ Not applicable

Unit: Yuan Currency: RMB

Items	March 31, 2022	December 31, 2021	Percentage of change (%)	Reason for changes
Derivative financial assets	6,556,402,151.49	2,800,299,619.84	134.13	Effect of changes in fair value of derivatives
Tax liabilities	1,216,868,243.64	2,689,015,801.16	-54.75	Decrease in withholding and payment of individual income tax and corporate income tax payable
Deferred tax liabilities	11,079,300.80	27,297,930.73	-59.41	Decrease in taxable temporary differences
Contract liabilities	88,027,904.81	140,220,205.93	-37.22	Decrease in advances from bulk commodities sales
Other comprehensive income	-836,285,835.27	-640,305,705.98	N/A	Effect of changes in fair value of investments in other equity instruments

Items	January to March 2022	January to March 2021	Percentage of change (%)	Reason for changes
Net interest income ("—" for net expense)	-77,109,652.63	600,494,453.51	-112.84	Decrease in interest income from holding bonds and credit business, and increase in interest expense from financing
Other revenue	80,406,501.65	41,131,169.33	95.49	Increase in tax withholding fee income
Investment gains	111,355,841.21	2,112,538,279.30	-94.73	Decrease in profit or loss from the disposal of financial assets
Gains from changes in fair value	806,555,959.29	351,271,479.05	129.61	Increase in fair value of derivatives
Gains from asset disposals	326,587.22	1,633,245.52	-80.00	Decrease in gains from disposal of asset disposals
Foreign exchange gains ("—" for losses)	-1,416,137.39	8,111,505.30	-117.46	Exchange rate fluctuations
Other business income	1,783,025,152.13	3,539,038,470.81	-49.62	Decrease in income from bulk commodities sales
Credit impairment loss	268,922,263.96	96,436,446.98	178.86	Increase in provision for credit impairment loss for consolidated structured entities and increase in provision for credit impairment loss for other debt investment businesses of subsidiaries
Provision for other assets impairment ("—" for reversal)	-76,547,111.59	-6,209,678.51	N/A	Increase in reversal of provision for falling price of inventories
Other business costs	1,679,559,775.60	3,361,422,943.69	-50.03	Decrease in bulk commodities sales expenses
Non-operating income	2,252,070.49	138,510.04	1,525.93	Increase in liquidated damages
Non-operating expenses	9,379,942.21	2,646,476.45	254.43	Increase in donations
Income tax expense	12,431,947.28	496,271,159.06	-97.49	Decrease in taxable income

II. Information of shareholders

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

Unit: Share

Total number of shareholders of ordinary shares as at the end of the reporting period	307,154 (including 307,089 A shareholders and 65 H shareholders)			Number of shareholders of preference shares with restored voting rights as at the end of the reporting period (if any)	Nil	
Shareholdings of the top ten shareholders						
Name of shareholders	Nature of shareholders	Percentage of shareholdings (%)	Number of shares held	Number of shares held subject to lock-up (Share)	Pledged, marked or frozen	
					Share status	Number
China Jianyin Investment Limited	State-owned legal entity	26.34	6,596,306,947	0	—	0
Central Huijin Investment Ltd.	State shares	20.05	5,020,606,527	0	—	0
HKSCC Nominees Limited	Overseas legal entity	10.00	2,503,800,170	0	N/A	N/A
Shanghai Jiushi (Group) Co., Ltd.	State-owned legal entity	4.81	1,205,533,389	0	—	0
Sichuan Development Holding Co., Ltd.	State-owned legal entity	4.48	1,121,543,633	0	—	0
China Everbright Group Ltd.	State-owned legal entity	3.99	999,000,000	0	Pledged	67,500,000
China Securities Finance Corporation Limited	Onshore general legal entity	2.54	635,215,426	0	—	0
Xinjiang Financial Investment Co., Ltd.	State-owned legal entity	1.84	460,642,216	0	Pledged	217,000,000
Hong Kong Securities Clearing Company Limited	Overseas legal entity	1.15	287,846,928	0	—	0
China Construction Bank Corporation — Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	Fund, wealth management product, etc.	0.95	237,518,680	0	—	0

Shareholdings of top ten ordinary shareholders without selling restrictions			
Name of shareholders	Number of ordinary shares without selling restrictions	Type of shares	
		Type of shares	Number
China Jianyin Investment Limited	6,596,306,947	RMB-denominated ordinary shares	6,596,306,947
Central Huijin Investment Ltd.	5,020,606,527	RMB-denominated ordinary shares	5,020,606,527
HKSCC Nominees Limited	2,503,800,170	Overseas listed foreign shares	2,503,800,170
Shanghai Jiushi (Group) Co., Ltd.	1,205,533,389	RMB-denominated ordinary shares	1,205,533,389
Sichuan Development Holding Co., Ltd.	1,121,543,633	RMB-denominated ordinary shares	1,121,543,633
China Everbright Group Ltd.	999,000,000	RMB-denominated ordinary shares	999,000,000
China Securities Finance Corporation Limited	635,215,426	RMB-denominated ordinary shares	635,215,426
Xinjiang Financial Investment Co., Ltd.	460,642,216	RMB-denominated ordinary shares	460,642,216
Hong Kong Securities Clearing Company Limited	287,846,928	RMB-denominated ordinary shares	287,846,928
China Construction Bank Corporation — Guotai CSI All Share Securities Company Trading Index Securities Investment Open-ended Fund	237,518,680	RMB-denominated ordinary shares	237,518,680
Descriptions on the related relationship or parties acting-in-concert among the aforesaid shareholders	Central Huijin Investment Ltd. holds the entire equity interest in China Jianyin Investment Limited and 63.16% of equity interest in China Everbright Group Ltd.		
Description on any of the top ten ordinary shareholders participating in the margin financing and securities lending business (if any)	<p>As Shanghai Jiushi (Group) Co., Ltd., a shareholder of the Company, engaged in the margin refinancing business, the number of shares held at the end of the reporting period decreased by 7,277,000 shares as compared with the end of December 2021.</p> <p>Due to the expiration and return of part of the contract involved in the margin refinancing business, the number of shares held by the Company's shareholder Sichuan Development Holding Co., Ltd. at the end of the reporting period increased by 49,500,000 shares as compared with the end of December 2021.</p>		

Notes: 1. Among the H shareholders of the Company, HKSCC Nominees Limited holds the H shares on behalf of the non-registered shareholders;

2. In the above table, the shares held by HKSCC Nominees Limited are overseas listed foreign shares (H shares) and shares held by other shareholders are RMB-denominated ordinary shares (A shares).

(II) Total number of shareholders of preference shares of the Company and the shareholdings of the top ten shareholders of preference shares

☐ Applicable ☒ Not applicable

III. Other significant events

√ Applicable ☐ Not applicable

(I) Issuance of bonds

According to the Reply on Approval of the Registration of Public Issuance of Corporate Bonds to Professional Investors by Shenwan Hongyuan Group Co., Ltd. (Zheng Jian Xu Ke [2021] No. 71) (《關於同意申萬宏源集團股份有限公司向專業投資者公開發行公司債券註冊的批覆》(證監許可[2021]71號)) from China Securities Regulatory Commission, the Company completed the public issuance of corporate bonds (first tranche) to professional investors in 2022 (the “**Bonds**”) during the Reporting Period. The issuance scale of the Bonds is RMB3 billion, and there are two types of bonds. In particular, the short name and code of the type I are “22 Shenhong 01” and “149825”, respectively, and the issuance scale is RMB1.8 billion with a term of 3 years and a coupon rate of 3.11%; the short name and code of the type II are “22 Shenhong 02” and “149826”, respectively, and the issuance scale is RMB1.2 billion with a term of 5 years and a coupon rate of 3.50%. (For relevant details, please refer to the relevant announcements published by the Company on the Cninfo website (www.cninfo.com.cn) and on the HKExnews website of Hong Kong Stock Exchange (www.hkexnews.hk) on March 2 and March 8, 2022).

(II) Progress of provision of guarantees

1. Progress of provision of guarantee for Hongyuan Hengli (Shanghai) Industrial Co., Ltd. (“**Hongyuan Hengli**”), a wholly-owned subsidiary of the Company

On March 7, 2022, the Company entered into the Maximum Principal Guarantee Contract with Shanghai Second Sub-branch of China Construction Bank Corporation for the comprehensive credit granting business of Hongyuan Hengli, to provide irrevocable joint liability guarantee of RMB100 million for Hongyuan Hengli. The guarantees provided by the Company to Hongyuan Hengli are within the amount considered and approved by the board of directors and the general meeting. (For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on March 9, 2022 and on the HKExnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) on March 8, 2022.)

2. Progress on provision of guarantee by Shenwan Hongyuan Securities Co., Ltd. (“**Shenwan Hongyuan Securities**”), a subsidiary of the Company, for issuance of bonds by an overseas subsidiary

Pursuant to relevant authority, on March 16, 2022, Shenwan Hongyuan Securities (the guarantor) entered into the Deed of Guarantee with China Construction Bank (Asia) Corporation Limited (the trustee) to provide an unconditional irrevocable joint guarantee for the settlement obligations in connection with the issuance of US\$300 million overseas bonds with a maturity of 3 years and a coupon rate of 2.625% by Shenwan Hongyuan International Finance Limited as the issuer, an overseas special purpose vehicle of its wholly-owned overseas subsidiary Shenwan Hongyuan (International) Holdings Limited. (For relevant details, please refer to the relevant announcements published by the Company on China Securities Journal, Securities Times, Shanghai Securities News and the Cninfo website (www.cninfo.com.cn) on March 19, 2022 and on the HKExnews website of the Hong Kong Stock Exchange (www.hkexnews.hk) on March 18, 2022.)

IV. Quarterly Financial Statements

(I) Financial Statements

Consolidated statements of financial position

Prepared by: Shenwan Hongyuan Group Co., Ltd.
Item

March 31, 2022

Unit: RMB
December 31, 2021

Assets:		
Cash and bank balances	119,892,382,992.87	108,580,453,632.49
including: Cash held on behalf of brokerage clients	82,815,193,631.63	77,541,617,392.65
Clearing settlement funds	25,770,796,402.68	24,343,165,506.63
including: Cash held on behalf of brokerage clients	11,051,173,349.81	9,081,223,853.06
Margin accounts receivable	71,438,637,043.15	76,296,755,210.91
Derivative financial assets	6,556,402,151.49	2,800,299,619.84
Refundable deposits	31,087,232,517.87	29,113,660,023.59
Accounts receivable	3,933,578,798.98	4,093,736,594.48
Financial assets held under resale agreements	22,458,206,387.76	25,398,184,483.40
Financial investment:		
Financial assets at fair value through profit or loss	275,551,380,220.27	272,576,458,805.60
Financial assets measured at amortized cost	5,078,231,167.94	5,021,564,425.53
Debt securities at fair value through other comprehensive income	42,590,280,114.32	37,125,399,149.14
Equity securities not held for trading	2,478,014,449.59	2,623,807,751.94
Interest in subsidiaries and associates and joint ventures	4,669,414,538.25	4,512,057,679.62
Investment properties	51,344,381.08	52,465,794.00
Property and equipment	1,128,518,019.44	1,126,484,508.82
Construction in progress	207,857,461.83	227,067,332.24
Right-of-use assets	1,069,350,292.92	948,606,204.58
Intangible assets	250,218,332.28	250,180,959.41
Deferred tax assets	2,612,632,470.09	2,570,403,334.75
Other assets	3,038,920,129.75	3,350,716,236.12
Total assets	619,863,397,872.56	601,011,467,253.09
Liabilities:		
Short-term borrowings	2,396,406,258.62	3,229,797,786.23
Short-term debt instruments issued	36,493,888,245.85	29,586,843,198.81
Placements from banks and other financial institutions	3,090,635,762.13	4,366,724,506.15
Financial liabilities at fair value through profit or loss	4,328,506,036.26	6,166,995,391.55
Derivative financial liabilities	5,993,557,269.40	7,309,855,457.95
Financial assets sold under repurchase agreements	148,132,142,276.46	137,977,519,780.54
Accounts payable to brokerage clients	108,279,393,065.27	104,738,358,649.63
Employee benefits payable	5,874,249,084.90	6,226,949,469.47
Tax liabilities	1,216,868,243.64	2,689,015,801.16
Accounts payable	18,836,617,195.43	16,950,753,669.24
Long-term bonds	162,949,338,071.90	160,486,724,010.28
Lease liabilities	1,102,479,246.42	969,215,294.92
Deferred tax liabilities	11,079,300.80	27,297,930.73
Contract liabilities	88,027,904.81	140,220,205.93
Other liabilities	13,108,244,086.66	13,090,602,080.24
Total liabilities	511,901,432,048.55	493,956,873,232.83
Shareholders' equity:		
Share capital	25,039,944,560.00	25,039,944,560.00
Capital reserve	19,367,146,136.46	19,367,146,136.46
Other comprehensive income	-836,285,835.27	-640,305,705.98
Surplus reserve	3,860,338,868.32	3,860,338,868.32
General reserve	16,256,100,189.05	16,236,742,750.91
Retained profits	32,409,780,624.97	31,358,141,449.76
Total equity attributable to shareholders of the Company	96,097,024,543.53	95,222,008,059.47
Non-controlling interests	11,864,941,280.48	11,832,585,960.79
Total equity	107,961,965,824.01	107,054,594,020.26
Total liabilities and equity	619,863,397,872.56	601,011,467,253.09

Legal representative
of the Company:
Huang Hao

Person in charge of the accounting
affairs of the Company:
Ren Quansheng

Person in charge
of the accounting department:
Zhang Yan

Consolidated statements of profit or loss

Prepared by: Shenwan Hongyuan Group Co., Ltd.

Item

January–March 2022

Unit: RMB
January–March 2021

I. Operating income	4,830,257,440.00	8,650,533,658.09
Net income from fee and commission	2,127,113,188.52	1,996,315,055.27
including: Net income from brokerage business	1,345,995,409.52	1,302,639,408.29
Net income from investment banking business	395,162,998.74	353,907,147.40
Net income from asset management and fund management business	351,794,503.40	316,474,097.81
Net interest income ("–" for net expense)	-77,109,652.63	600,494,453.51
Including: Interest income	2,510,157,734.18	2,906,137,374.42
Interest expenses	2,587,267,386.81	2,305,642,920.91
Other revenue	80,406,501.65	41,131,169.33
Investment gains	111,355,841.21	2,112,538,279.30
Including: Income from investment in associates and joint ventures	146,046,269.61	171,857,346.37
Gains from changes in fair value	806,555,959.29	351,271,479.05
Gains from asset disposals	326,587.22	1,633,245.52
Foreign exchange gains ("–" for losses)	-1,416,137.39	8,111,505.30
Other business income	1,783,025,152.13	3,539,038,470.81
II. Operating expenses	3,683,722,289.42	5,699,567,126.04
Tax and surcharges	34,331,412.28	38,998,463.68
General and administrative expenses	1,777,455,949.17	2,208,918,950.20
Credit impairment loss	268,922,263.96	96,436,446.98
Provision for other assets impairment ("–" for reversal)	-76,547,111.59	-6,209,678.51
Other business costs	1,679,559,775.60	3,361,422,943.69
III. Operating profit	1,146,535,150.58	2,950,966,532.05
Add: Non-operating income	2,252,070.49	138,510.04
Less: Non-operating expenses	9,379,942.21	2,646,476.45
IV. Total profit	1,139,407,278.86	2,948,458,565.64
Less: Income tax expense	12,431,947.28	496,271,159.06
V. Net profit	1,126,975,331.58	2,452,187,406.58
(I) Net profit classified by continuity of operations		
1. Net profit from continuing operations	1,126,975,331.58	2,452,187,406.58
2. Net profit from discontinued operations	—	—
(II) Net profit classified by ownership		
1. Shareholders of the Company	1,070,996,613.35	2,431,210,656.27
2. Non-controlling interests	55,978,718.23	20,976,750.31
VI. Other comprehensive income, net of tax	-219,603,527.83	-347,333,762.44
Other comprehensive income (net of tax) attributable to shareholders of the Company	-195,980,129.29	-352,293,758.78
(I) Items that will not be reclassified to profit or loss	-134,274,118.48	-430,193,823.13
1. Changes in fair value of equity securities not held for trading	-134,274,118.48	-430,193,823.13
(II) Items that may be reclassified to profit or loss	-61,706,010.81	77,900,064.35
1. Other comprehensive income that can be transferred to profit or loss under the equity method	-951,255.49	322,303.85
2. Changes in fair value of debt securities at fair value through other comprehensive income	-82,242,200.98	-32,231,735.67
3. Credit impairment provisions of debt securities at fair value through other comprehensive income	52,145,841.02	98,422,786.23
4. Exchange differences on translation of financial statements in foreign currencies	-30,658,395.36	11,386,709.94
Other comprehensive income (net of tax) attributable to non-controlling interests	-23,623,398.54	4,959,996.34
VII. Total comprehensive income	907,371,803.75	2,104,853,644.14
Attributable to: Shareholders of the Company	875,016,484.06	2,078,916,897.49
Non-controlling interests	32,355,319.69	25,936,746.65
VIII. Earnings per share		
(I) Basic earnings per share	0.04	0.10
(II) Diluted earnings per share	0.04	0.10

Legal representative
of the Company:
Huang Hao

Person in charge of the accounting
affairs of the Company:
Ren Quansheng

Person in charge
of the accounting department:
Zhang Yan

Consolidated statements of cash flow

Prepared by: Shenwan Hongyuan Group Co., Ltd.
Item

Unit: RMB
January–March 2021

I. Cash flows from operating activities:

Proceeds from interest income, fee and commission income	5,650,549,367.80	3,803,975,422.45
Increase in repurchases businesses	9,337,513,931.89	11,217,524,370.96
Increase in placements from other financial institutions	4,855,610,889.72	—
Net cash received from agency securities trading business	2,288,778,215.97	—
Proceeds from other operating activities	3,978,015,580.35	1,404,289,572.78

Sub-total of cash inflows from operating activities	26,110,467,985.73	16,425,789,366.19
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Increase in financial instruments at fair value through profit or loss	9,600,349,916.60	14,156,131,318.95
Increase in margin accounts receivable	—	175,114,575.80
Decrease in placements from other financial institutions	1,277,048,160.00	45,136,800.00
Net cash paid to brokerage clients	—	1,828,765,449.53
Payment for interest expenses, fee and commission expenses	1,234,600,182.58	1,250,359,442.44
Payment of employee benefits	1,642,464,166.24	1,124,348,997.41
Payment of various taxes	1,619,448,975.07	968,745,080.35
Payment for other operating activities	2,152,996,992.02	2,308,898,439.64

Sub-total of cash outflows from operating activities	17,526,908,392.51	21,857,500,104.12
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Net cash generated from operating activities	8,583,559,593.22	-5,431,710,737.93
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II. Cash flows from investing activities:

Proceeds from disposal of investments	—	12,783,815,117.19
Investment returns received	137,636,331.26	1,123,183,451.36
Proceeds from disposal of fixed assets, intangible assets and other long-term assets	2,496,909.38	98,534,696.46

Sub-total of cash inflows from investing activities	140,133,240.64	14,005,533,265.01
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Payment for acquisition of investments	5,187,214,192.67	—
Payment for acquisition of fixed assets, intangible assets and other long-term assets	64,331,360.27	154,219,753.73

Sub-total of cash outflows from investing activities	5,251,545,552.94	154,219,753.73
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Net cash generated from investing activities	-5,111,412,312.30	13,851,313,511.28
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III. Cash flows from financing activities:

Proceeds from loans and borrowings	2,047,483,476.32	2,844,801,171.01
Proceeds from issuance of bonds and debt instruments	39,916,053,924.38	31,367,050,060.00

Sub-total of cash inflows from financing activities	41,963,537,400.70	34,211,851,231.01
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Loans, bonds and debt instruments repaid	33,517,656,671.12	30,949,751,868.62
Dividends and interest for loans, bonds and debt instruments paid	1,519,890,793.67	1,408,428,567.21
Payment for lease liabilities	89,159,357.73	108,003,500.12

Sub-total of cash outflows from financing activities	35,126,706,822.52	32,466,183,935.95
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Net cash generated from financing activities	6,836,830,578.18	1,745,667,295.06
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IV. Effect of foreign exchange differences

	-1,416,137.38	8,107,234.55
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V. Net increase in cash and cash equivalents

Add: Cash and cash equivalents at the beginning of the period	10,307,561,721.72	10,173,377,302.96
	146,061,433,215.75	123,198,978,108.43

VI. Cash and cash equivalents at the end of the period

	156,368,994,937.47	133,372,355,411.39
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Legal representative
of the Company:
Huang Hao

Person in charge of the accounting
affairs of the Company:
Ren Quansheng

Person in charge
of the accounting department:
Zhang Yan

(II) Audit Report

Whether the first quarterly report is audited

☐ Yes ☒ No

The board of directors
Shenwan Hongyuan Group Co., Ltd.
Chu Xiaoming
Chairman

April 29, 2022