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**第一拖拉机股份有限公司**  
**FIRST TRACTOR COMPANY LIMITED\***

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

(Stock Code: 0038)

## **2023 FIRST QUARTERLY REPORT**

### **IMPORTANT NOTICE**

The board of directors, board of supervisors of the Company and its directors, supervisors and senior management warrant that there are no false information, misleading statements or material omissions contained in the quarterly report, and severally and jointly accept legal responsibility for the truthfulness, accuracy and completeness of the contents herein.

Person in charge of the Company, person in charge of the accounting function and head of the Accounting Department (person in charge of the accounting) have warranted the truthfulness, accuracy and completeness of the financial information in this quarterly report.

The first quarterly financial statements have not been audited.

## I. DEFINITIONS

A Share(s)	ordinary shares as approved by the CSRC which are issued to domestic investors and qualified foreign investors, traded on PRC stock exchanges, denominated, subscribed for and traded in RMB
Company	First Tractor Company Limited* (第一拖拉機股份有限公司)
H Share(s)	ordinary shares as approved by the CSRC which are issued to foreign investors, and listed with the approval of the Stock Exchange, denominated in RMB, subscribed for and traded in Hong Kong dollars
Shanghai Stock Exchange	the Shanghai Stock Exchange
Stock Exchange	The Stock Exchange of Hong Kong Limited
YTO	YTO Group Corporation (中國一拖集團有限公司), the controlling shareholder of the Company
YTO Finance	China YTO Group Finance Company Limited* (中國一拖集團財務有限責任公司)

## II. MAJOR FINANCIAL DATA

### (I) Major accounting data and financial indicator

*Unit: Yuan Currency: RMB*

Item	For the Reporting Period		Increase/Decrease for the Reporting Period as compared to the corresponding period of the previous year (%)
	As at the end of the Reporting Period	As at the end of the previous year	Increase/Decrease as at the end of the Reporting Period as compared to the end of the previous year (%)
Operating revenue	<b>4,190,332,138.08</b>		-0.53
Net profit attributable to shareholders of the Company	<b>485,733,620.69</b>		1.06
Net profit attributable to shareholders of the Company after deduction of non-recurring profit or loss	<b>479,388,454.25</b>		6.36
Net cash flows from operating activities	<b>154,563,446.95</b>		239.24
Basic earnings per share ( <i>Yuan/share</i> )	<b>0.4323</b>		1.08
Diluted earnings per share ( <i>Yuan/share</i> )	<b>0.4323</b>		1.08
Weighted average return on net assets (%)	<b>7.83</b>		Decreased by 0.69 percentage point
Total assets	<b>14,170,127,548.57</b>	12,986,142,323.23	9.12
Owners' equity attributable to shareholders of the Company	<b>6,444,704,969.96</b>	5,958,084,951.83	8.17

## (II) Non-recurring profit or loss items and amounts

Unit: Yuan Currency: RMB

Item	Amount for the period	Explanation
Profit or loss from disposal of non-current assets	252,827.03	
Government grants credited to current profit or loss (except for those which are closely related to the Company's ordinary business, in accordance with the PRC national policies and continuously received in certain standard amounts and quantities)	5,143,923.20	
Non-operating income and expenses other than those stated above	1,662,012.25	
Other profit and loss items that meet the definition of non-recurring profit or loss	303,855.74	
Less: Impact of income taxes	449,349.60	
Effect of minority shareholders' interests (after tax)	568,102.18	
Total	<u>6,345,166.44</u>	

Description of the circumstance where the Company treated the non-recurring profit or loss items listed in the "Explanatory Announcement No. 1 on Information Disclosure by Public Issuers of Securities – Non-recurring Profit or Loss Items" as recurring profit or loss items

Item	Amount involved	Reasons
Income from large certificates of deposit and structural deposit	19,548,061.43	The Company's daily fund management

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

<b>Item</b>	<b>Percentage changes (%)</b>	<b>Main reasons</b>
Net cash flows from operating activities	239.24	Year-on-year decrease in the cash outflows for the Reporting Period as YTO Finance ceased new business and commenced preparations for deregistration and liquidation on 30 June 2022

**III. INFORMATION OF SHAREHOLDERS**

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

*Unit: share*

<b>Total number of shareholders of ordinary shares as at the end of the Reporting Period</b>	<b>36,713 holders</b> Including 36,397 holders of A Shares and 316 holders of H shares	<b>Total number of shareholders of preference shares with restored voting rights at the end of the Reporting Period (if any)</b>	/
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**Shareholdings of the top ten shareholders**

<b>Name of shareholders</b>	<b>Nature of shareholders</b>	<b>Number of shares held</b>	<b>Percentage of shareholding (%)</b>	<b>Number of shares held with selling restriction</b>	<b>Shares pledged, marked or frozen Status of shares</b>	<b>Number</b>
YTO Group Corporation	State-owned legal person	548,485,853	48.81	137,795,275	Nil	0
HKSCC NOMINEES LIMITED (Note 1)	Overseas legal person	388,283,309	34.56	0	Unknown	/
Hong Kong Securities Clearing Company Limited (Note 2)	Overseas legal person	14,554,204	1.30	0	Unknown	/

**Shareholdings of the top ten shareholders**

Name of shareholders	Nature of shareholders	Number of shares held	Percentage of shareholding (%)	Number of shares held with selling restriction	Shares pledged, marked or frozen Status of shares	Number
Taikang Life Insurance Co., Ltd. – Investment Link – Innovation Power	Other	1,964,800	0.17	0	Unknown	/
Shenzhen Qianhai Huolan Assets Management Co., Ltd. – Huolan Yuanfang No. 1 Private Placement Securities Investment Fund (深圳市前海火藍資產管理有限公司—火藍遠方1號私募證券投資基金)	Other	1,838,200	0.16	0	Unknown	/
Han Yan	Domestic natural person	1,478,141	0.13	0	Unknown	/
China Reform Investment Co., Ltd.	State-owned legal person	1,135,100	0.10	0	Unknown	/
Liu Jufeng	Domestic natural person	1,119,200	0.10	0	Unknown	/
Agricultural Bank of China Limited Enterprise Annuity Plan—Bank of China Limited	Other	1,094,800	0.10	0	Unknown	/
Bank of Communications Co., Ltd. – Chinese and European Selection Hybrid Securities Investment Fund* (交通銀行股份有限公司—中歐嘉選混合型證券投資基金)	Other	993,700	0.09	0	Unknown	/

**Shareholdings of the top ten shareholders without selling restriction**

Name of shareholders	Number of circulating shares held without selling restriction	Class and number of shares	
		Class	Number
YTO Group Corporation	410,690,578	Ordinary shares denominated in RMB	410,690,578
HKSCC NOMINEES LIMITED	388,283,309	Overseas listed foreign shares	388,283,309
Hong Kong Securities Clearing Company Limited	14,554,204	Ordinary shares denominated in RMB	14,554,204
Taikang Life Insurance Co., Ltd. – Investment Link – Innovation Power	1,964,800	Ordinary shares denominated in RMB	1,964,800
Shenzhen Qianhai Huolan Assets Management Co., Ltd. – Huolan Yuanfang No. 1 Private Placement Securities Investment Fund (深圳市前海火藍資產 管理有限公司–火藍遠方1號私募證券 投資基金)	1,838,200	Ordinary shares denominated in RMB	1,838,200
Han Yan	1,478,141	Ordinary shares denominated in RMB	1,478,141
China Reform Investment Co., Ltd.	1,135,100	Ordinary shares denominated in RMB	1,135,100
Liu Jufeng	1,119,200	Ordinary shares denominated in RMB	1,119,200
Agricultural Bank of China Limited Enterprise Annuity Plan–Bank of China Limited	1,094,800	Ordinary shares denominated in RMB	1,094,800
Bank of Communications Co., Ltd. – Chinese and European Selection Hybrid Securities Investment Fund* (交通銀行 股份有限公司–中歐嘉選混合型證券投 資基金)	993,700	Ordinary shares denominated in RMB	993,700
Explanation on connected relation or parties acting in concert of the aforesaid shareholders	Among the top ten shareholders and top ten shareholders without selling restrictions, YTO, the controlling shareholder of the Company, has no connected relationship with, nor is it a party acting in concert (as defined in the Administrative Measures on Acquisitions by Listed Companies) with, any other shareholders. The Company is not aware of any connected relationship among other shareholders, nor aware of any parties acting in concert among them as defined in the Administrative Measures on Acquisitions by Listed Companies.		
Explanations on the participation of the top ten shareholders and the top ten shareholders without selling restrictions in financing securities and refinancing businesses (if any)	N/A		

*Note 1:* The overseas listed foreign shares held by HKSCC NOMINEES LIMITED are held on behalf of multiple customers;

*Note 2:* The ordinary shares dominated in RMB held by Hong Kong Securities Clearing Company Limited are held on behalf of overseas investors who held these shares via the Northbound Trading through the Shanghai-Hong Kong Stock Connect.

#### **IV. OTHER REMINDERS**

Other material information in relation to the operation of the Company during the Reporting Period that the investors should pay attention to

On 14 February 2023, the Company convened the eighth meeting of the ninth session of the board of directors, at which the “Resolution on the Purchase of Financial Products with the Company’s Internal Idle Funds for 2023” was considered and approved, consenting to the use of the Company’s internal idle funds to purchase two types of low-risk principal-guaranteed financial products, namely short-term structured deposits and certificates of large amount deposit issued by bank(s) without affecting normal production and operation. The aggregate balance of financial products at any point in time shall not exceed RMB6.5 billion and may be operated on a rolling basis within the above-mentioned limit, which is valid for a period of no more than 12 months from the date of approval at the Company's first extraordinary general meeting of the Company in 2023. On 24 March 2023, the Company held the first extraordinary general meeting of the Company in 2023 to consider and approve the matter (For details, please refer to the “Announcement on Utilization of Internal Idle Funds for Cash Management” published by the Company on the website of the Shanghai Stock Exchange on 15 February 2023).

## V. QUARTERLY FINANCIAL STATEMENTS

### (1) Financial Statement

#### Consolidated Balance Sheet

31 March 2023

Prepared by: First Tractor Company Limited

*Unit: Yuan Currency: RMB Audit type: unaudited*

<b>Item</b>	<b>31 March 2023</b>	<b>31 December 2022</b>
<b>Current assets:</b>		
Monetary Funds	<b>3,322,279,844.45</b>	4,363,742,346.01
Settlement reserves for balance		
Loans to banks and other financial institutions		
Financial assets held for trading	<b>1,635,976,728.77</b>	1,249,646,900.00
Derivative financial assets		
Notes receivable	<b>61,653,621.18</b>	76,769,291.70
Accounts receivable	<b>1,240,811,803.50</b>	351,792,105.00
Receivables financing	<b>471,238,626.27</b>	246,084,731.86
Prepayments	<b>196,883,582.79</b>	214,603,079.62
Other receivables	<b>43,275,816.51</b>	26,664,987.91
Including: Interest receivable		
Dividends receivable		
Financial assets purchased with agreement to resale		
Inventories	<b>1,336,941,306.66</b>	1,191,302,696.00
Contract assets		
Assets classified as held for sale		
Non-current assets due within one year	<b>26,071,952.38</b>	26,138,882.38
Other current assets	<b>49,656,481.87</b>	135,457,079.03
<b>Total current assets</b>	<b><u>8,384,789,764.38</u></b>	<b><u>7,882,202,099.51</u></b>

<b>Item</b>	<b>31 March 2023</b>	31 December 2022
<b>Non-current assets:</b>		
Loans and advances to customers		
Debt investments	<b>1,814,641,449.16</b>	1,086,568,216.50
Other debt investments		
Long-term receivables		
Long-term equity investments	<b>650,530,753.63</b>	635,976,086.00
Other investments in equity instruments	<b>3,513,464.70</b>	3,513,464.70
Other non-current financial assets		
Investment properties		
Fixed assets	<b>2,251,193,405.75</b>	2,311,846,878.77
Construction in progress	<b>134,071,153.79</b>	126,466,820.01
Right-of-use assets	<b>31,203,818.74</b>	34,164,906.27
Intangible assets	<b>709,909,213.75</b>	713,225,331.16
Research and development expenses		
Goodwill		
Long-term unamortized expenses	<b>55,294,058.47</b>	59,464,923.38
Deferred tax assets	<b>134,980,466.20</b>	132,713,596.93
Other non-current assets		
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<b>Total non-current assets</b>	<b><u>5,785,337,784.19</u></b>	<b><u>5,103,940,223.72</u></b>
<b>Total assets</b>	<b><u>14,170,127,548.57</u></b>	<b><u>12,986,142,323.23</u></b>

<b>Item</b>	<b>31 March 2023</b>	31 December 2022
<b>Current liabilities:</b>		
Short-term loans	<b>270,243,333.33</b>	270,223,055.56
Borrowings from central bank		
Loans from banks and other financial institutes		
Financial liabilities held for trading		
Derivative financial liabilities		
Notes payable	<b>1,531,013,300.68</b>	1,829,411,578.37
Accounts payable	<b>3,631,997,173.12</b>	2,286,961,766.98
Advances from customers	<b>190,366.98</b>	190,366.98
Contact liabilities	<b>261,179,180.38</b>	846,464,703.95
Funds from selling (out) and repurchasing financial assets		
Receipts of deposits and deposits from other banks	<b>339,818.19</b>	34,112,630.48
Employee benefits payable	<b>100,551,324.30</b>	108,545,159.39
Taxes payables	<b>21,342,554.31</b>	21,049,384.80
Other payables	<b>354,938,807.69</b>	338,162,726.80
Including: Interest payable	<b>26,498,656.49</b>	24,785,843.99
Dividends payable	<b>8,439,607.82</b>	8,439,607.83
Fee and commission payable		
Liabilities classified as held for sale		
Non-current liabilities due within one year	<b>19,197,895.56</b>	17,750,080.09
Other current liabilities	<b>633,015,930.83</b>	374,987,097.17
<b>Total current liabilities</b>	<b><u>6,824,009,685.37</u></b>	<b><u>6,127,858,550.57</u></b>

<b>Item</b>	<b>31 March 2023</b>	31 December 2022
<b>Non-current liabilities:</b>		
Reserves for insurance contract		
Long-term loans	<b>47,380,000.00</b>	49,380,000.00
Bonds payable		
Including: Preference shares		
Perpetual bond		
Lease liabilities	<b>14,014,590.88</b>	16,459,875.98
Long-term payables	<b>8,551,369.78</b>	8,476,357.76
Long-term employee salary payable	<b>48,210,828.04</b>	48,210,828.04
Estimated liabilities	<b>1,962,613.99</b>	1,962,613.99
Deferred income	<b>116,723,011.50</b>	121,762,517.70
Deferred tax liabilities	<b>114,354,586.46</b>	114,860,703.26
Other non-current liabilities		
	<hr/>	<hr/>
<b>Total non-current liabilities</b>	<b><u>351,197,000.65</u></b>	<u>361,112,896.73</u>
<b>Total liabilities</b>	<b><u><u>7,175,206,686.02</u></u></b>	<b><u><u>6,488,971,447.30</u></u></b>

Item	31 March 2023	31 December 2022
<b>Owner's equity</b>		
<b>(or shareholder's equity):</b>		
Paid-up capital (or share capital)	<b>1,123,645,275.00</b>	1,123,645,275.00
Other equity instruments		
Including: Preference shares		
Perpetual bond		
Capital reserves	<b>2,655,849,996.00</b>	2,655,849,996.00
Less: Treasury shares		
Other comprehensive income	<b>-6,155,068.72</b>	-5,853,544.29
Special reserves	<b>6,685,326.92</b>	5,497,405.05
Surplus reserves	<b>595,433,495.89</b>	595,433,495.89
General risk reserves	<b>43,263,387.54</b>	43,263,387.54
Retained earnings	<b>2,025,982,557.33</b>	1,540,248,936.64
Total equity attributable to owners of the parent company (or shareholders' equity)	<b>6,444,704,969.96</b>	5,958,084,951.83
Minority interests	<b>550,215,892.59</b>	539,085,924.10
<b>Total owners' equity (or shareholder's equity)</b>	<b><u>6,994,920,862.55</u></b>	<b><u>6,497,170,875.93</u></b>
<b>Total liabilities and owners' equity (or shareholder's equity)</b>	<b><u>14,170,127,548.57</u></b>	<b><u>12,986,142,323.23</u></b>

*Legal Representative:*

**Liu Jiguo**

*Chief Financial Officer:*

**Kang Zhifeng**

*Accounting Manager:*

**Jiang Jingyuan**

## Consolidated Income Statement

January to March 2023

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First quarter of 2023	First quarter of 2022
<b>I. Total operating revenue</b>	<b>4,194,351,167.11</b>	4,248,612,150.24
Including: Operating revenue	<b>4,190,332,138.08</b>	4,212,613,259.83
Interest income	<b>4,019,029.03</b>	33,694,498.09
Earned insurance premiums		
Fees and commission		2,304,392.32
<b>II. Total cost of operation</b>	<b>3,726,461,515.15</b>	3,746,451,588.44
Including: Cost of operation	<b>3,530,283,215.50</b>	3,521,662,495.65
Interest expenses	<b>99,218.99</b>	4,510,111.46
Fees and commission expense	<b>33,692.19</b>	89,024.89
Taxes and surcharges	<b>12,412,174.68</b>	12,094,041.69
Selling expenses	<b>34,136,759.64</b>	40,713,372.78
Administrative expenses	<b>74,949,282.49</b>	73,868,150.12
Research and development expenses	<b>82,656,071.97</b>	87,553,444.60
Financial expenses	<b>-8,108,900.31</b>	5,960,947.25
Including: Interest expenses	<b>3,818,502.27</b>	5,754,825.84
Interest income	<b>13,182,541.67</b>	524,882.84
Add: Other gains	<b>5,501,799.89</b>	4,922,209.13
Investment income (Loss listed with “-”)	<b>28,232,071.57</b>	30,109,857.85
Including: Income from investments in associates and joint ventures	<b>15,078,005.58</b>	3,023,880.26

Item	First quarter of 2023	First quarter of 2022
Gains on derecognition of financial assets measured at amortized cost		
Exchange gain (Loss listed with “-”)		
Net gain on hedging exposure (Loss listed with “-”)		
Gain arising from the changes in fair value (Loss listed with “-”)	<b>6,393,995.44</b>	1,315,484.70
Loss on credit impairment (Loss listed with “-”)	<b>-10,155,529.63</b>	-46,202,584.57
Loss on impairment of assets (Loss listed with “-”)	<b>-4,805,526.12</b>	-3,372,840.68
Gain on disposal of assets (Loss listed with “-”)	<b>252,827.03</b>	159,562.86
<b>III. Operating profit (Loss listed with “-”)</b>	<b>493,309,290.14</b>	489,092,251.09
Add: Non-operating income	<b>1,762,802.18</b>	2,226,087.74
Less: Non-operating expenses	<b>28,789.93</b>	452,984.66
<b>IV. Total profit (Total loss listed with “-”)</b>	<b>495,043,302.39</b>	490,865,354.17
Less: Income tax expenses	<b>-1,267,350.69</b>	3,142,117.67
<b>V. Net profit (Net loss listed with “-”)</b>	<b>496,310,653.08</b>	487,723,236.50
(I) Classification according to the continuity of operation		
1. Continuous operating net profit (Net loss listed with “-”)	<b>492,424,535.23</b>	456,323,482.44
2. Net profit from discontinued operations (Net loss listed with “-”)	<b>3,886,117.85</b>	31,399,754.06
(II) Classification according to ownership		
1. Net profit attributable to shareholders of the parent company (Net loss listed with “-”)	<b>485,733,620.69</b>	480,638,615.59
2. Profit or loss of minority shareholders (Net loss listed with “-”)	<b>10,577,032.39</b>	7,084,620.91

Item	First quarter of 2023	First quarter of 2022
<b>VI. Net other comprehensive income after tax</b>	<b>203,074.76</b>	-6,077,647.02
(I) Net other comprehensive income after tax attributable to owners of the parent company	<b>-301,524.43</b>	-5,209,175.25
1. Other comprehensive income that cannot be reclassified to profit or loss		
(1) Changes of re-measurement of defined benefit plans		
(2) Other comprehensive income that cannot be reclassified into profit or loss under the equity method		
(3) Changes in fair value of other investment in equity instruments		
(4) Changes in fair value of the enterprise's own credit risks		
2. Other comprehensive income that will be reclassified to profit or loss	<b>-301,524.43</b>	-5,209,175.25
(1) Other comprehensive income that can be reclassified into profit or loss under the equity method		
(2) Changes in fair value of other debt investments		
(3) Amount of financial assets reclassified into other comprehensive income		

<b>Item</b>	<b>First quarter of 2023</b>	First quarter of 2022
(4) Provision for the credit impairment of other debt investments		
(5) Reserves for cash flows hedges		
(6) Differences on translation of foreign currency financial statements	<b>-301,524.43</b>	-5,209,175.25
(7) Others		
(II) Net other comprehensive income after tax attributable to minority interests	<b>504,599.19</b>	-868,471.77
<b>VII. Total comprehensive income</b>	<b>496,513,727.84</b>	481,645,589.48
(I) Total comprehensive income attributable to owners of the parent company	<b>485,432,096.26</b>	475,429,440.34
(II) Total comprehensive income attributable to minority interests	<b>11,081,631.58</b>	6,216,149.14
<b>VIII. Earnings per share:</b>		
(I) Basic earnings per share (Yuan/share)	<b>0.4323</b>	0.4277
(II) Diluted earnings per share (Yuan/share)	<b>0.4323</b>	0.4277

The net profit realized by the parties being absorbed prior to the business combinations under common control was RMB0 during the period and RMB0 for the previous period.

*Legal Representative:*  
**Liu Jiguo**

*Chief Financial Officer:*  
**Kang Zhifeng**

*Accounting Manager:*  
**Jiang Jingyuan**

## Consolidated Cash Flow Statement

January to March 2023

Prepared by: First Tractor Company Limited

Unit: Yuan Currency: RMB Audit type: unaudited

Item	First quarter of 2023	First quarter of 2022
<b>I. Cash flows from operating activities:</b>		
Cash received from sales of goods and rendering of services	<b>2,596,485,481.63</b>	2,463,776,078.94
Net increase in deposits from customers and deposits from other banks	<b>-33,163,236.77</b>	1,097,848,608.76
Net increase borrowings from central bank		
Net increase in loans from other financial institutions		
Cash from original insurance contract premium		
Net cash from reinsurance business		
Net increase of insured deposit and investment		
Interest, handling charges and commissions received	<b>4,388,139.91</b>	33,886,456.10
Net increase in placement from banks and other financial institution		-200,000,000.00
Net increase in sales and repurchase operations		-510,000,000.00
Net cash flows from brokerage trading		
Refund of tax and levies	<b>88,799,983.47</b>	7,653,294.15
Cash received relating to other operating activities	<b>54,555,088.26</b>	28,532,631.61
<b>Sub-total of cash inflows from operating activities</b>	<b><u>2,711,065,456.50</u></b>	<u>2,921,697,069.56</u>

<b>Item</b>	<b>First quarter of 2023</b>	First quarter of 2022
Cash payments for goods purchased and services received	<b>2,034,691,834.64</b>	1,882,211,603.69
Net increase in loans and disbursement to customers	<b>-95,035.30</b>	292,294,899.58
Net increase in deposits with central bank and interbank	<b>-9,117,684.53</b>	365,406,114.18
Payments of claims for original insurance contracts		
Net increase in placements with banks and other financial institution		
Interest, handling charges and commissions paid	<b>762,466.75</b>	9,245,001.03
Cash paid for dividends of insurance policies		
Cash paid to and on behalf of employees	<b>246,654,294.06</b>	246,226,836.75
Payments of taxes and surcharges	<b>70,449,872.26</b>	22,942,336.95
Cash paid relating to other operating activities	<b><u>213,156,261.67</u></b>	<u>57,808,932.52</u>
<b>Sub-total of cash outflows from operating activities</b>	<b><u>2,556,502,009.55</u></b>	<u>2,876,135,724.70</u>
<b>Net cash flows from operating activities</b>	<b><u><u>154,563,446.95</u></u></b>	<u><u>45,561,344.86</u></u>

Item	First quarter of 2023	First quarter of 2022
<b>II. Cash flows from investment activities:</b>		
Cash received from return of investments		1,201,000.00
Cash received from investments income	<b>161,500.00</b>	4,112.65
Net cash received from disposals of fixed assets, intangible assets and other long-term assets	<b>1,370,690.00</b>	418,670.00
Net cash received from disposals of subsidiaries and other business units		61,016,327.59
Cash received relating to other investing activities		
<b>Sub-total of cash inflows from investing activities</b>	<b><u>1,532,190.00</u></b>	<b><u>62,640,110.24</u></b>
Cash paid to acquire fixed assets, intangible assets and other long-term assets	<b>13,161,566.91</b>	29,978,533.95
Cash paid for investments	<b>1,095,000,000.00</b>	190,001,000.00
Net increase in pledged deposits		
Net cash paid to acquire subsidiaries and other business units		
Cash paid relating to other investing activities		
<b>Sub-total of cash outflows from investing activities</b>	<b><u>1,108,161,566.91</u></b>	<b><u>219,979,533.95</u></b>
<b>Net cash flows from investing activities</b>	<b><u><u>-1,106,629,376.91</u></u></b>	<b><u><u>-157,339,423.71</u></u></b>

Item	First quarter of 2023	First quarter of 2022
<b>III. Cash flows from financing activities:</b>		
Cash received from investment absorption		
Including: Cash received by subsidiaries from investment absorption of minority interest		
Cash received from borrowings		160,300,000.00
Cash received relating to other financing activities		
<b>Sub-total of cash inflows from financing activities</b>	<b></b>	<b>160,300,000.00</b>
<b>Cash paid for settlement of borrowings</b>		
Cash paid for dividends, profits appropriation or payments of interest	<b>2,092,325.00</b>	52,377,791.64
Including: Dividends and profits paid to minority interests of subsidiaries		49,000,000.00
Cash paid relating to other financing activities	<b>3,991,182.84</b>	1,587,908.16
<b>Sub-total of cash outflows from financing activities</b>	<b>6,083,507.84</b>	53,965,699.80
<b>Net cash flows from financing activities</b>	<b>-6,083,507.84</b>	106,334,300.20

Item	First quarter of 2023	First quarter of 2022
<b>IV. Effect of changes in foreign exchange rate on cash and cash equivalents</b>	<b>-996,921.48</b>	-4,665,546.40
<b>V. Net increase in cash and cash equivalents</b>	<b>-959,146,359.28</b>	-10,109,325.05
Add: Cash and cash equivalents at the beginning of the reporting period	<b>3,519,577,581.87</b>	2,146,767,725.61
<b>VI. Cash and cash equivalents at the end of the reporting period</b>	<b>2,560,431,222.59</b>	2,136,658,400.56

*Legal Representative:*  
**Liu Jiguo**

*Chief Financial Officer:*  
**Kang Zhifeng**

*Accounting Manager:*  
**Jiang Jingyuan**

By Order of the Board  
**FIRST TRACTOR COMPANY LIMITED\***  
**YU Lina**  
*Company Secretary*

Luoyang, the PRC  
27 April 2023

*As at the date of this announcement, the Board comprises Mr. Liu Jiguo (Chairman) as executive Director; Mr. Zhang Zhiyu, Mr. Fang Xianfa and Mr. Zhang Bin as non-executive Directors; and Mr. Edmund Sit, Mr. Wang Shumao and Mr. Xu Liyou as independent non-executive Directors.*

\* *For identification purposes only*