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Holly Futures

(a joint stock company incorporated in the People's Republic of China with limited liability under the Chinese corporate name 弘業期貨股份有限公司 and carrying on business in Hong Kong as Holly Futures)
(the “**Company**”)
(**Stock Code: 3678**)

2023 FIRST QUARTERLY REPORT

This announcement is made by the Company (together with its subsidiaries, the “**Group**”) 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 31 March 2023 (the “**Reporting period**”):

- For the period from January to March in 2023, the Group recorded total income from operations of RMB165,299,348.86. The net profit attributable to the shareholders of the Company amounted to RMB5,830,109.25.
- This quarterly report was prepared in accordance with the relevant disclosure requirements applicable to quarterly reports of listed companies issued by the Shenzhen Stock Exchange.
- The financial information contained in this quarterly report was prepared in accordance with the PRC GAAP.
- Unless otherwise indicated, Renminbi is the recording currency in this quarterly report.

The contents of this quarterly report are consistent with the relevant announcement published by the Company on the Shenzhen Stock Exchange. This announcement is published simultaneously in Hong Kong, China and Mainland China.

By order of the Board
Ms. Zhou Jianqiu
Chairlady and Executive Director

Nanjing, the PRC
28 April 2023

As at the date of this announcement, the Board consists of Ms. Zhou Jianqiu and Mr. Chu Kairong as executive directors; Mr. Xue Binghai, Mr. Jiang Lin and Mr. Shan Bing as non-executive directors; and Mr. Wang Yuetang, Mr. Huang Dechun and Mr. Lo Wah Wai as independent non-executive directors.

IMPORTANT NOTICE:

1. The Board, the supervisory committee, directors, supervisors and the senior management warrant the truthfulness, accuracy and completeness of the quarterly report, in which there is no false representation, misleading statement or material omission and for which they will assume joint and several legal liabilities.
2. The person-in-charge of the Company, the person-in-charge of the accounting work, and the person-in-charge of the accounting body (head of accounting) declare that: they warrant the truthfulness, accuracy and completeness of the financial information contained in this quarterly report.
3. Whether the first quarterly report is audited

☐ Yes ☒ No

I. KEY FINANCIAL INFORMATION

(I) Key accounting data and financial indicators

Whether the Company is required to make retrospective adjustments to or restatements of the accounting data of the previous years

☐ Yes ☒ No

	Reporting Period	For the same period of last year	Increase/Decrease comparing the Reporting Period with the same period of last year
Total income from operations (RMB)	165,299,348.86	210,283,134.20	-21.39%
Net profit attributable to shareholders of listed company (RMB)	5,830,109.25	7,048,446.92	-17.29%
Net profit attributable to shareholders of the listed company after extraordinary profit and loss items (RMB)	5,598,589.40	6,916,053.47	-19.05%
Net cash flow from operating activities (RMB)	-1,799,404,576.67	278,533,354.86	-746.03%
Basic earnings per share (RMB/share)	0.0058	0.0078	-25.64%
Diluted earnings per share (RMB/share)	0.0058	0.0078	-25.64%
Weighted average return on net assets	0.32%	0.42%	-0.10%
	At the end of the Reporting Period	At the end of last year	Increase/Decrease comparing the end of the Reporting Period with the end of last year
Total assets (RMB)	9,632,108,986.79	10,483,928,699.73	-8.13%
Equity attributable to shareholders of listed company (RMB)	1,839,851,006.28	1,837,323,909.18	0.14%

(II) Extraordinary profit and loss items and amount

☒ Applicable ☐ Not applicable

Unit: RMB

Items	Amount for the Reporting Period	Description
Profit or loss on disposal of non-current assets (including the write-off of the asset impairment provision)	9,110.00	
Government grants recognised through profit or loss for the period (except for those closely associated with the normal operations of the Company which were accounted for in certain standard amount or volume in compliance with the requirement of the policies of the State and in accordance with uniform standard of the State)	42,982.44	
Other non-operating income and expenses other than the foregoing items	256,623.85	
Less: effect of income tax	77,196.44	
Total	231,519.85	

Details of other extraordinary profit and loss items falling within the meaning of extraordinary profit and loss:

☐ Applicable ☒ Not applicable

The Company does not have any other extraordinary profit and loss items falling within the meaning of extraordinary profit and loss.

Explanation on the definition of extraordinary profit or loss items as recurring profit or loss items as set out in the “Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Extraordinary Profit or Loss”.

☐ Applicable ☒ Not applicable

The Company does not define the extraordinary profit or loss items as recurring profit and loss items listed in “Explanatory Announcement No. 1 on Information Disclosure for Companies Offering their Securities to the Public – Extraordinary Profit or Loss”.

(III) The changes in key accounting data and financial indicators and reason

✓ Applicable □ Not applicable

Unit: RMB

Items on accounting statements	31 March 2023	31 December 2022	Changes	Reason for the change
Including: Futures margin deposits	4,148,872,664.64	6,026,696,688.51	-31.16%	Mainly due to the decrease in the size of the equity of the Company's customers.
Currency deposits receivable	3,227,120,317.13	2,054,665,070.53	57.06%	Mainly due to the increase in the Company's settlement reserve placed with the stock exchange.
Margin accounts	9,044,324.75	5,953,971.21	51.90%	Mainly due to the increase in the size of the margin financing and securities lending business of our subsidiary Holly International Financial.
Derivative financial assets	334,634.73	19,223,235.33	-98.26%	Mainly due to the decrease in the size of futures contracts on hand of our subsidiary, Holly Capital.
Other receivables	31,446,152.82	45,557,381.12	-30.97%	Mainly due to the redemption of financial assets receivable at the end of the previous year, which was received during the Reporting Period.
Derivative financial liabilities	1,503,340.73	22,573,170.18	-93.34%	Mainly due to the decrease in the size of futures contracts on hand of our subsidiary, Holly Capital.
Financial assets sold under agreements to repurchase	48,362,000.00	35,197,232.68	37.40%	Mainly due to the increase in the size of the Company's sales of repurchase business.
Futures investors protection funds payable	69,125.34	394,274.29	-82.47%	Mainly due to the contribution of the futures investors protection funds by the Company.
Employee benefits payable	561,630.16	2,882,801.23	-80.52%	Mainly due to the payment of withholding bonuses of the previous year during the Reporting Period.
Other comprehensive income	965,787.94	4,268,800.09	-77.38%	Mainly due to the decrease in foreign currency translation as a result of exchange rate fluctuations.

Items on accounting statements	Amount from the beginning of the year to the end of the Reporting Period	Amount for the same period of last year	Changes	Reason for the change
Net fee and commission income	45,684,901.64	77,982,092.25	-41.42%	Mainly due to the decrease in net handling fees income from the Company's brokerage and asset management businesses.
Including: Net fee income from brokerage operations	44,220,084.42	75,465,029.05	-41.40%	Mainly due to the decrease in the size of the Company's brokerage business and the reduction in handling fee income from the stock exchange.
Nee fee income from assets management operations	1,464,817.22	2,517,063.20	-41.80%	Mainly due to the decrease in the scale of the Company's asset management business.
Investment gain (loss denoted by "-")	-10,964,646.76	-5,181,776.82	-111.60%	Mainly due to the loss on disposal of derivative financial instruments by our subsidiary, Holly Capital.
Including: Investment gain of associates and joint ventures	104,803.45	1,199,195.43	-91.26%	Mainly due to a year-on-year decrease in net profit from associates during the Reporting Period.
Other income	42,982.44	132,139.89	-67.47%	Mainly due to a year-on-year decrease in individual income tax refund received during the Reporting Period.
Gains on change in fair value (loss denoted by "-")	23,981,086.56	-35,044,041.08	168.43%	Mainly due to the increase in the fair value of financial assets held by the Company.
Exchange gains (loss denoted by "-")	-115,910.74	-400,526.45	71.06%	Mainly due to the decrease in foreign exchange losses arising from foreign currencies such as Hong Kong dollars and United States dollars held by the Company due to exchange rate fluctuations.
Income from other business activities	86,222,626.57	144,306,192.35	-40.25%	Mainly due to a year-on-year decrease in the scale of the futures basis trading business of our subsidiary, Holly Capital, during the period.
Assets disposal gain (loss denoted by "-")	9,110.00	-19,322.87	147.15%	Mainly due to the gain on disposal of fixed assets by the Company during the Reporting Period.

Items on accounting statements	Amount from the beginning of the year to the end of the Reporting Period	Amount for the same period of last year	Changes	Reason for the change
Appropriation for futures risk reserve	1,476,998.16	3,270,399.80	-54.84%	Mainly due to the decrease in the amount of futures risk reserves drawn down as a result of the decrease in the scale of the Company's brokerage business.
Taxes and surcharges	1,368,894.69	297,812.24	359.65%	Mainly due to the increase in property tax and other taxes payable by the Company during the Reporting Period.
Credit impairment loss	331,798.37	-108,275.55	406.44%	Mainly due to the adjustment of the bad debt provision in accordance with the Company's accounting policy.
Other operating cost	86,127,755.98	143,239,923.68	-39.87%	Mainly due to the decrease in the scale of the futures basis trading business of our subsidiary, Holly Capital, during the Reporting Period.
Add: Non-operating income	265,283.49	63,087.99	320.50%	Mainly due to the receipt of liquidated damages by our subsidiary, Holly Capital, during the Reporting Period.
Less: Non-operating expense	8,659.64	2,132.33	306.11%	Mainly due to the payment of the Company's contribution to the disabled persons' employment security fund and other expenses during the Reporting Period.
VI. Other comprehensive income, net of tax	-3,303,012.15	-1,020,395.06	-223.70%	Mainly due to the decrease in foreign currency translation as a result of exchange rate fluctuations.
VII. Total comprehensive income	2,527,097.10	6,028,051.86	-58.08%	Mainly due to the year-on-year decrease in net profit and foreign currency translation differences during the Reporting Period.

II. SHAREHOLDER INFORMATION

(I) Total number of ordinary shareholders and preferred shareholders of which voting rights have resumed and shareholding of top ten shareholders

Unit: share

Total number of ordinary shareholders as at the end of the Reporting Period	43,652	Total number of preferred shareholders of which voting rights have resumed as at the end of the Reporting Period (if any)	0
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Shareholding of Top Ten Shareholders

Name of shareholder	Nature of shareholder	Proportion (%)	Shareholding	Number of shares subject to selling restriction	Pledged, marked or frozen Status	Number of shares
Jiangsu SOHO Holdings Group Co., Ltd. (江蘇省蘇豪控股集團有限公司)	State-owned legal-person	27.33%	275,456,777.00	275,456,777.00		
HKSCC Nominees Limited	Foreign legal-person	24.78%	249,689,949.00	0.00		
Jiangsu Holly Corporation (江蘇弘業股份有限公司)	State-owned legal-person	14.68%	147,900,000.00	147,900,000.00		
Jiangsu Holly Su Industrial Co., Ltd. (江蘇弘蘇實業有限公司)	Domestic non-state-owned legal-person	14.24%	143,548,000.00	143,548,000.00		
Jiangsu High Hope International Group Co. Ltd. (江蘇匯鴻國際集團股份有限公司)	State-owned legal-person	6.34%	63,930,134.00	63,930,134.00		
Shanghai Mingda Industrial (Group) Company Limited (上海銘大實業(集團)有限公司)	Domestic non-state-owned legal-person	0.92%	9,276,631.00	9,276,631.00		
Jiangsu Hongrui Venture Capital Co., Ltd. (江蘇弘瑞科技創業投資有限公司)	State-owned legal-person	0.88%	8,903,113.00	8,903,113.00		
Jiangsu Holly International Logistics Corporation (江蘇弘業國際物流有限公司)	State-owned legal-person	0.82%	8,285,345.00	8,285,345.00		
Hong Kong Securities Clearing Company Limited	Foreign legal-person	0.11%	1,114,574.00	0.00		
Gao Yang	Domestic natural person	0.05%	456,000.00	0.00		

Shareholding of Top Ten Shareholders Not Subject to Trading Moratorium

Name of shareholder	Number of circulating shares not subject to trading moratorium	Class	Class of shares Number of shares
HKSCC Nominees Limited	249,689,949.00	Foreign shares listed overseas	249,689,949.00
Hong Kong Securities Clearing Company Limited	1,114,574.00	RMB ordinary shares	1,114,574.00
Gao Yang	456,000.00	RMB ordinary shares	456,000.00
Ouyang Hua	406,300.00	RMB ordinary shares	406,300.00
Huang Lu	400,000.00	RMB ordinary shares	400,000.00
Li Hua	384,300.00	RMB ordinary shares	384,300.00
Chen Jingzhu	356,300.00	RMB ordinary shares	356,300.00
Ouyang Yin	272,900.00	RMB ordinary shares	272,900.00
Shu Changbing	270,000.00	RMB ordinary shares	270,000.00
Zheng Xiao	220,200.00	RMB ordinary shares	220,200.00
Explanation on the connected relationship of the shareholders and action in concert among the aforesaid shareholders	Jiangsu Holly Corporation (“ Holly Corporation ”) and Jiangsu Holly International Logistics Corporation (“ Holly Logistics ”) are both companies controlled by Jiangsu SOHO Holdings Group Co., Ltd. (“ SOHO Holdings ”). Jiangsu Hongrui Venture Capital Co., Ltd. (“ Hongrui Venture ”) and Holly Logistics are joint stock subsidiaries (參股子公司) of Holly Corporation. The de facto controller of SOHO Holdings, Holly Corporation, Holly Logistics, Jiangsu High Hope International Group Co. Ltd., Hongrui Venture are Jiangsu SASAC. Save for the aforesaid, the Company is not aware of any connected relationship nor action in concert among the aforesaid shareholders.		
Explanation (if any) of the participation of the top ten shareholders in the securities financing business	Ouyang Hua holds a total of 406,300.00 shares of the Company, all of which are through client securities accounts of Guotai Junan Securities Co., Ltd. (國泰君安證券股份有限公司). Huang Lu holds a total of 400,000.00 shares of the Company, all of which are through client securities accounts of Tebon Securities Co., Ltd. (德邦證券股份有限公司).		

(II) Total number of preferred shareholders and the shareholding of top ten preferred shareholders

☐ Applicable ☒ Not applicable

III. OTHER IMPORTANT MATTERS

☒ Applicable ☐ Not applicable

On 27 February 2023, the address of registered office and the address of head office have been changed to Building 3, No. 399 Jiang Dong Zhong Road, Jiangye District, Nanjing.

Ms. Yao Aili, the former employee representative supervisor, resigned on 20 March 2023, and Ms. Zhang Lei was appointed as the employee representative supervisor.

IV. QUARTERLY FINANCIAL STATEMENTS

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by: Holly Futures Co., Ltd.
31 March 2023

Unit: RMB

Items	Ending balance	Beginning balance
Assets:		
Monetary funds	4,460,421,716.83	6,348,666,153.74
Including: Futures margin deposits	4,148,872,664.64	6,026,696,688.51
Including: Customer deposits		
Settlement deposits		
Including: Deposits held on behalf of customers		
Precious metal		
Currency deposits receivable	3,227,120,317.13	2,054,665,070.53
Pledged deposits receivable	792,212,648.00	981,207,968.00
Due from bank and other financial institutions		
Margin accounts	9,044,324.75	5,953,971.21
Derivative financial assets	334,634.73	19,223,235.33
Settlement deposits receivable	20,000,000.00	20,000,000.00
Refundable deposits		
Trade receivables	12,522,680.00	
Trade receivables financing		
Contract assets	2,848,860.00	
Other receivables	31,446,152.82	45,557,381.12
Inventories	11,745,041.54	
Financial assets purchased under resale agreements	4,514,000.00	
Held-for-sale assets		
Financial investment:	620,388,970.48	558,851,538.15
Financial assets held for trading	620,388,970.48	558,851,538.15
Debt investments		
Other debt investments		
Other equity instruments investment		
Long-term equity investments	8,357,219.79	8,252,386.71
Investment in futures membership	1,837,705.00	1,846,635.00

Items	Ending balance	Beginning balance
Investment properties	48,420,728.00	48,420,728.00
Fixed assets	322,506,419.17	324,646,521.40
Work in progress		
Right-of-use assets	22,447,213.43	22,154,853.76
Intangible assets	525,246.00	535,962.00
Goodwill		
Deferred tax assets	12,766,588.94	16,637,688.15
Other assets	22,648,520.18	27,308,606.63
Total assets	9,632,108,986.79	10,483,928,699.73
Liabilities:		
Short-term borrowings		
Currency deposits payable	6,487,710,818.25	7,092,720,613.41
Pledged deposits payable	787,478,648.00	981,207,968.00
Short-term financing instrument payables		
Due to bank and other financial institutions		
Financial liabilities held for trading	66,266,300.30	86,445,401.37
Derivative financial liabilities	1,503,340.73	22,573,170.18
Financial assets sold under agreements to repurchase	48,362,000.00	35,197,232.68
Futures risk reserve	162,328,375.86	160,851,377.70
Futures investors protection funds	69,125.34	394,274.29
Securities brokering		
Securities underwriting		
Employee benefits payable	561,630.16	2,882,801.23
Taxes payable	2,435,809.19	3,148,586.05
Trade Payables	12,660,486.53	
Contract liabilities	724,360.00	
Other payables	117,033,243.31	149,435,444.94
Held-for-sale liabilities		
Estimated liabilities		
Long-term borrowings	82,165,991.00	89,174,605.23
Bonds payable		
Including: Preferred shares		
Perpetual bonds		
Lease liabilities	22,910,343.30	22,573,315.47
Deferred incomes		
Deferred income tax liabilities	47,508.54	
Other liabilities		
Total liabilities	7,792,257,980.51	8,646,604,790.55

Items	Ending balance	Beginning balance
Owners' equity:		
Share capital	1,007,777,778.00	1,007,777,778.00
Other equity instruments		
Including: Preferred shares		
Perpetual bonds		
Capital reserve	598,402,999.72	598,402,999.72
Less: Treasury shares		
Other comprehensive income	965,787.94	4,268,800.09
Surplus reserve	70,228,670.53	70,228,670.53
General risk reserve	96,108,247.90	96,108,247.90
Retained earnings	66,367,522.19	60,537,412.94
Total equity attributable to owners of the parent company	1,839,851,006.28	1,837,323,909.18
Minority interests		
Total owners' equity	1,839,851,006.28	1,837,323,909.18
Total liabilities and owners' equity	9,632,108,986.79	10,483,928,699.73

Legal representative:	Person-in-charge of accounting work:	Person-in-charge of accounting body:
Zhou Jianqiu	Chu Kairong	Chen Rongping

2. Consolidated income statements

Unit: RMB

Items	Amount for the period	Amount for the same period of last year
I. Total income from operations	165,299,348.86	210,283,134.20
Net interest income	20,439,199.15	28,508,376.93
Interest income	20,661,848.51	28,712,254.23
Interest expense	260,906.13	203,877.30
Net fee and commission income	45,684,901.64	77,982,092.25
Including: Net fee income from brokerage operations	44,220,084.42	75,465,029.05
Net fee income from investment banking operations		
Net fee income from assets management operations	1,464,817.22	2,517,063.20
Investment gain (loss denoted by “-”)	-10,964,646.76	-5,181,776.82
Including: Investment gain of associates and joint ventures	104,803.45	1,199,195.43
Derecognised income of financial assets measured at amortised cost (loss denoted by “-”)		
Net exposure hedging income (loss denoted by “-”)		
Other income	42,982.44	132,139.89
Gains on change in fair value (loss denoted by “-”)	23,981,086.56	-35,044,041.08
Exchange gains (loss denoted by “-”)	-115,910.74	-400,526.45
Income from other business activities	86,222,626.57	144,306,192.35
Asset disposal gain (loss denoted by “-”)	9,110.00	-19,322.87
II. Total operating expense	157,808,971.54	200,976,500.39
Taxes and surcharges	1,368,894.69	297,812.24
Appropriation for futures risk reserve	1,476,998.16	3,270,399.80
General and administrative expenses	68,503,524.34	54,276,640.22
Asset impairment loss		
Credit impairment loss	331,798.37	-108,275.55
Other assets impairment loss		
Other general expenses	86,127,755.98	143,239,923.68
III. Profit from operations (loss denoted by “-”)	7,490,377.32	9,306,633.81
Add: Non-operating income	265,283.49	63,087.99
Less: Non-operating expenses	8,659.64	2,132.33
IV. Total profit (total loss denoted by “-”)	7,747,001.17	9,367,589.47
Less: Income tax expenses	1,916,891.92	2,319,142.55

Items	Amount for the period	Amount for the same period of last year
V. Net profit (net loss denoted by “-”)	5,830,109.25	7,048,446.92
(I) Classification by continuity of operations		
1. Net profit of operation on a going concern basis (net loss denoted by “-”)	5,830,109.25	7,048,446.92
2. Net profit of operation on a terminated operation (net loss denoted by “-”)		
(II) Classification by ownership		
1. Net income attributable to shareholders of the parent company	5,830,109.25	7,048,446.92
2. Profit and loss of minority shareholders		
VI. Other comprehensive income, net of tax	-3,303,012.15	-1,020,395.06
Net comprehensive income after tax attributable to owners of the parent company	-3,303,012.15	-1,020,395.06
(I) Other comprehensive income that cannot be reclassified into profits or losses		
1. Changes arising from re-measurement of defined benefit plan		
2. Other comprehensive income that cannot be reclassified into profits/losses under the equity method		
3. Changes in fair value of other equity instruments investment		
4. Change in fair value of the enterprise’s own credit risk		
5. Others		
(II) Other comprehensive income that will be reclassified into profit or loss	-3,303,012.15	-1,020,395.06
1. Other comprehensive income that can be reclassified into profit or loss under the equity method (loss denoted by “-”)	29.63	-7.87
2. Change in fair value of other debt investments		
3. Financial assets reclassified into other comprehensive income		
4. Provision for expected credit loss of other debt instruments investments		
5. Reserve for cash flow hedging		
6. Exchange rate differences of financial statements denominated in foreign currency	-3,303,041.78	-1,020,387.19
7. Others		
Net comprehensive income after tax attributable to minority shareholders		

Items	Amount for the period	Amount for the same period of last year
VII. Total comprehensive income	2,527,097.10	6,028,051.86
Including: Total comprehensive income attributable to owners (or shareholders) of the parent company	2,527,097.10	6,028,051.86
Including: Total comprehensive income attributable to minority shareholders		
VIII. Earnings per share		
(1) Basic earnings per share	0.0058	0.0078
(2) Diluted earnings per share	0.0058	0.0078

For the business combination under common control effected in the period, the net profit recognized by the merged party before the combination was RMB0.00, and the net profit recognized by the merged party in the previous period was RMB0.00.

Legal representative:	Person-in-charge of accounting work:	Person-in-charge of accounting body:
Zhou Jianqiu	Chu Kairong	Chen Rongping

3. Consolidated statement of cash flows

Unit: RMB		
Items	Amount for the period	Amount for the same period of last year
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	85,608,196.33	161,561,486.26
Net increase in placement from other financial institutions		
Cash received from interests, fees and commissions	65,749,803.32	85,351,965.21
Net decrease in currency deposits receivable and pledged deposits receivable		
Net increase in currency deposits payable and pledged deposits payable		938,711,049.07
Net increase in amounts due to banks and other financial institutions		
Net increase in assets of repurchasing business		
Net cash received from securities brokering		
Cash received from other operating activities	16,670,310.33	129,500,358.25
Subtotal of cash inflows from operating activities	168,028,309.98	1,315,124,858.79
Net increase in held-for-trading financial assets		
Net increase in amounts due from banks and other financial institutions		
Net increase in financial assets acquired under resale agreements		
Cash paid for goods and services	99,340,826.66	214,559,221.82
Net increase in financial assets acquired under resale agreements		
Cash paid for interest, fees and commissions	129,867.87	38,834.77
Net increase in currency deposits receivable and pledged deposits receivable	983,459,926.60	719,108,823.60
Net decrease in currency deposits payable and pledged deposits payable	798,739,115.16	
Net decrease from disposal of financial assets relating to risk management business	555,860.36	5,014,699.72
Net increase in restricted monetary funds		24,961,594.31
Cash paid to and for employees	44,100,196.55	55,640,432.42
Cash paid for general and administrative expenses	16,438,871.40	10,158,537.98
Payments of various taxes	997,104.58	6,584,371.69
Cash paid for other operating activities	23,671,117.47	524,987.62
Subtotal of cash outflows from operating activities	1,967,432,886.65	1,036,591,503.93
Net cash flow from operating activities	-1,799,404,576.67	278,533,354.86

Items	Amount for the period	Amount for the same period of last year
II. Cash flow from investing activities:		
Cash received from disposal of investments	180,948,655.59	711,917,169.51
Cash received from investment income	2,012,613.42	59,841.16
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	708,548.96	329,808.38
Net cash received from disposal of subsidiaries and other business entities		
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	183,669,817.97	712,306,819.05
Cash paid for investment	237,726,433.48	793,644,154.90
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets	3,269,325.93	1,750,987.63
Net cash paid for acquisition of subsidiaries and other business units		
Other cash paid for relating to investing activities		
Subtotal of cash outflows from investing activities	240,995,759.41	795,395,142.53
Net cash flow from investing activities	-57,325,941.44	-83,088,323.48
III. Cash flow from financing activities:		
Cash received from introducing investment		
Including: Cash received by subsidiaries from investment absorption of minority shareholders		
Cash received from borrowings		
Cash received from issuance of bonds		
Net cash received from sales of repurchase business	12,903,861.19	6,776,551.27
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities	12,903,861.19	6,776,551.27
Cash paid for repayment of debts	6,992,742.00	6,992,742.00
Cash paid for distribution of dividend and profit or repayment of interest	31,191,982.29	1,289,194.57
Including: Dividends and profits paid to minority shareholders by subsidiaries		
Cash paid for repayment of principal and interest of lease liabilities	2,823,033.18	3,272,153.12
Other cash paid relating to financial activities		
Subtotal of cash outflows from financing activities	41,007,757.47	11,554,089.69
Net cash flow from financing activities	-28,103,896.28	-4,777,538.42
IV. Effect of change in foreign exchange rate on cash	-3,410,022.52	-1,796,789.30
V. Net increase in cash and cash equivalents	-1,888,244,436.91	188,870,703.66
Add: Beginning balance of cash and cash equivalents	6,348,666,153.74	4,106,185,249.67
VI. Ending balance of cash and cash equivalents	4,460,421,716.83	4,295,055,953.33

(II) Audit report

Whether the first quarterly report has been audited

☐ Yes ☒ No

The Company's first quarterly report is unaudited.

The Board of Holly Futures Co., Ltd.

Nanjing, the PRC

28 April 2023