1. IMPORTANT NOTICE

1.1 The board of directors, the supervisory committee, directors, supervisors and senior management of the Company warrant that the information contained in the quarterly report are true, accurate and complete, and there are no false statements, misleading representations or material omissions, and are jointly and severally responsible for the liabilities of the Company.

1.2 Ruan Hongliang (legal representative of the Company), Jiang Weijie (person-in-charge of accounting affairs) and Jin Huiping (person-in-charge of the accounting department) warrant the truthfulness, accuracy and completeness of the content of this quarterly report.

1.3 The financial information set out in the first quarterly report of the Company is unaudited.

2. KEY FINANCIALS

2.1 Major financial statements items and financial indicators

Unit: RMB

Items	For the three months ended 31 March 2022	Increase/ decrease compared to the end of last year (%)
Revenue	3,508,900,799.31	70.61
Net profit attributable to equity owners of the Company	436,710,292.28	-47.88
Net profit attributable to equity owners of the Company excluding non-recurring items	419,702,996.66	-49.48

03.948

	As at 31 March 2022	As at 31 March 2021	Increase/decrease compared to the end of last year (%)
Total assets	23,398,430,901.13	20,082,917,100.50	16.51
Equity attributable to owners' of the Company	12,247,126,331.03	11,810,169,072.79	3.70

2.2 Non-recurring item

Unit: RMB

Items	For the three months ended 31 March 2022
Gains/(losses) on disposal of non-current assets	-6,373,937.67
Government grants recorded as other income, except for government grants that are closely related to the Company's business or given at a fixed quota or amount in accordance with government policies	26,368,094.56
Apart from hedging instruments relating to the normal operations of the Company, profit or loss from change in fair value of held-for-trading financial assets and held-for-trading financial liabilities, and investment income from disposal of held-for-trading financial assets, held-for-trading financial liabilities and available for-sale financial assets	319,909.95
Other non-operating income/(expenses) other than above	-235,505.96
Less: Effects of income tax	3,071,265.27
Total	17,007,295.61

2.3 Changes in major financial statements item and financial indicators and reason thereof

✔Applicable ☐Not Applicable

Items	Increase/ decrease (%)	Main reasons for the changes
Trading financial assets	-100.00	Mainly due to the redemption of fund-raising wealth management products at maturity
Bills receivable	38.50	Mainly due to the increase in acceptance bills received
Trade receivables	99.16	Mainly due to the significantly increase in operating revenue resulting in an increase in trade receivables
Financing receivables	-38.39	Mainly due to the decrease in bank acceptance bills held
Advance payment	-63.09	Mainly due to the decrease in advance payment for raw materials
Inventories	-40.14	Mainly due to the decrease in raw materials and finished products
Intangible assets	512.19	Mainly due to the increase in mining rights
Short-term borrowings	42.58	Mainly due to the increase in short-term bank borrowings
Contract liabilities	-87.57	Mainly due to the decrease in advance receipts from customers
Tax payable	218.66	Mainly due to the increase in income tax payable
Other payables	369.98	Mainly due to the increase in other payables for equity transfer
Non-current liabilities due within one year	208.50	Mainly due to the increase in long-term borrowings due within one year
Long-term borrowings	62.51	Mainly due to the increase in long-term bank borrowings
Operating revenue	70.61	Mainly due to the significantly increase in the sales of photovoltaic glass, partly offset by the decrease in the average selling price of photovoltaic glass
Operating costs	196.64	Mainly due to the increase in the cost of raw materials, energy and power
Financial expenses	-1,030.50	Mainly due to the increase in bank borrowings resulting in an increase in interest expenses
Income tax expense	-52.63	Mainly due to the decrease in total profits resulting in a decrease in income tax
Net profit/net profit attributable to shareholders of the parent company	-47.88	Mainly due to the significantly decrease in the average selling price of photovoltaic glass, partly offset by the increase in the sales of photovoltaic glass
Basic earnings per share/ diluted earnings per share	-50.00	Mainly due to the decrease in net profit attributable to shareholders of the parent company
Net cash flow from operating activities	303.98	Mainly due to the increase in cash inflow from operating activities and the decrease in cash outflow from operating activities
Net cash flow from investing activities	107.58	Mainly due to the decrease in cash inflow from investing activities and the increase in cash outflow from investing activities

3. SHAREHOLDERS' INFORMATION

Shareholdings of top ten unrestricted shareholders

Name of shareholders	Number of unrestricted tradable shares held	Class of shares and number	
		Class	Number
HKSCC Nominees Limited 香港中央結算（代理人）有限公司	449,943,880	Overseas listed foreign shares	449,943,880
Ruan Hongliang	439,358,400	RMB Ordinary shares	439,358,400
Ruan Zeyun	350,532,000	RMB Ordinary shares	350,532,000
Jiang Jinhua	324,081,600	RMB Ordinary shares	324,081,600
Zheng Wenrong	46,801,800	RMB Ordinary shares	46,801,800
Zhu Quanming	31,201,200	RMB Ordinary shares	31,201,200
Shen Fuquan	31,201,200	RMB Ordinary shares	31,201,200
Shanghai Pudong Development Bank Co., Ltd. − GF High-end Manufacturing Stock-type Initiating Securities Investment Fund	22,361,791	RMB Ordinary shares	22,361,791
HKSCC Nominees Limited	21,060,298	RMB Ordinary shares	21,060,298
Industrial and Commercial Bank of China Limited − GF Innovation Upgrade Flexible Allocation Hybrid Securities Investment Fund	16,031,883	RMB Ordinary shares	16,031,883
Details relating to the related relationship of the Above shareholders or the parties acting in concert	Mr. Ruan Hongliang, Ms. Jiang Jinhua, Ms. Ruan Zeyun and Mr. Zhou Xiaofeng entered		

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Note 1: HKSCC Nominees Limited is the nominee holder on behalf of the non-registered shareholders of the H shares of the Company.

Note 2: The shares under Hong Kongg.5 (C)g.5 (Cu(de)0.5itde)0.5iharCarandeonardeT[(T)0.5 lh sT Ko -ndeTrde

5. QUARTERLY FINANCIAL STATEMENTS

5.1 Financial Statements

Consolidated Balance Sheet
As at 31 March 2022

Prepared by Flat Glass Group Co., Ltd.

Unit: RMB Type of audit: unaudited

Items	As at 31 March 2022	As at 31 December 2021
Current assets:		
Cash at bank and on hand	2,233,526,819.08	2,842,677,267.48
Trading financial assets	–	200,000,000.00
Derivative financial assets	–	62,739.00
Notes receivables	1,301,507,855.29	939,748,112.41
Receivables	2,202,284,953.85	1,105,759,571.75
Financing receivables	327,258,710.76	531,196,547.78
Advance payment	255,542,128.29	692,261,958.13
Other receivables	54,820,938.83	54,999,617.97
Inventories	1,362,728,365.85	2,276,469,528.29
Other current assets	195,857,193.51	255,127,082.80
Total current assets	7,933,526,965.46	8,898,302,425.61
Non-current assets:		
Long-term equity investment	72,465,655.34	71,530,334.22
Investment properties	18,444,363.43	18,802,231.03
Fixed asset	6,840,239,564.31	6,316,279,511.19
Construction in progress	3,298,854,565.93	3,067,207,867.50
Right-of-use asset	167,752,194.99	170,070,872.22
Intangible assets	4,057,034,836.38	662,708,796.08
Long-term prepaid expenses	9,963,586.68	6,948,461.94
Deferred tax assets	3,835,019.48	4,162,665.30
Other non-current assets	996,314,149.13	866,903,935.41
Total non-current assets	15,464,903,935.67	11,184,614,674.89
Total assets	23,398,430,901.13	20,082,917,100.50

Items	As at 31 March 2022	As at 31 December 2021
Current liabilities:		
Short-term borrowings	2,652,924,600.00	1,860,696,500.00
Derivative financial liabilities	66,661.05	–
Notes payables	920,392,852.79	1,036,982,577.72
Payables	2,193,840,690.97	2,306,910,116.65
Contract liabilities	43,846,354.39	352,681,717.14
Payroll payables	42,787,474.63	67,519,702.61
Tax payables	154,960,645.70	48,629,486.85
Other payables	642,289,877.12	136,664,417.03
Non-current liabilities due within one year	956,669,501.86	310,100,070.52
Other current liabilities	2,758,307.81	44,277,908.91
Total current liabilities	7,610,536,966.32	6,164,462,497.43
Non-current liabilities:		
Long-term borrowings	3,197,800,000.00	1,967,748,428.04
Lease liability	10,852,297.10	10,879,703.29
Long-term payables	175,403,361.34	–
Deferred income	67,801,805.11	25,441,145.12
Deferred income tax liability	88,910,140.23	104,216,253.83
Total non-current liabilities	3,540,767,603.78	2,108,285,530.28
Total liabilities	11,151,304,570.10	8,272,748,027.71
Owner's equity:		
Share capital	536,723,313.50	536,723,313.50
Capital surplus	4,840,645,996.15	4,832,768,261.83
Less: Treasury stock	32,096,200.00	32,096,200.00
Other comprehensive income	-18,887,273.75	-7,613,180.72
Special reserve	20,909,378.28	17,266,053.61
Surplus reserve	268,361,656.75	268,361,656.75
Undistributed profit	6,631,469,460.10	6,194,759,167.82
Total equity attributable to owners of the parent company	12,247,126,331.03	11,810,169,072.79
Total owner's equity	12,247,126,331.03	11,810,169,072.79
Total liabilities and owners' equity	23,398,430,901.13	20,082,917,100.50

Legal representative: Ruan Hongliang Person in charge of accounting function: Jiang Weijie Person in charge of accounting department: Jin Huiping

Consolidated Income Statement
For the three months ended 31 March 2022

Prepared by Flat Glass Group Co., Ltd.

Unit: RMB Type of audit: unaudited

Items	For the three months ended 31 March 2022	For the three months ended 31 March 2021
I. Total operating income	3,508,900,799.31	2,056,716,792.92
Including: Operating revenue	3,508,900,799.31	2,056,716,792.92
II. Total operating costs	3,005,516,512.21	1,109,206,733.08
Including: Operating costs	2,755,595,927.67	928,939,740.57
Taxes and surcharges	18,523,954.63	16,284,524.92
Selling expense	19,101,929.99	18,879,404.44
General and administrative expenses	62,226,393.68	57,577,774.90
Research and development expenses	100,731,583.77	92,827,454.78
Financial expenses	49,336,722.47	(5,302,166.53)
Including: Interest expenses	51,267,676.34	16,426,273.54
Interest income	11,896,510.31	9,917,004.54
Add: Other income	26,817,979.28	4,774,900.19
Investment income (loss stated with “-”)	1,384,631.12	8,479,094.32
Including: investment income from associates and joint ventures	935,321.12	2,176,327.71
Profit arising from changes in fair value (loss stated with “-”)	-129,400.05	-2,105,264.49
Loss on credit impairment (loss stated with “-”)	-32,021,445.12	4,515,785.89
Loss on assets impairment (loss stated with “-”)	2,292,690.55	-2,376,619.88
Gains on disposal of assets (loss stated with “-”)	-6,373,937.67	-343,958.67
III. Operating profit (loss expressed with “-”)	495,354,805.21	960,453,997.20
Add: Non-operating income	1,045,284.15	1,898,504.84
Less: Non-operating expenses	1,005,700.17	644,682.60
IV. Total profit (total loss expressed with “-”)	495,394,389.19	961,707,819.44
Less: Income tax expense	58,684,096.91	123,890,025.45

Items	For the three months ended 31 March 2022	For the three months ended 31 March 2021
V. Net profit (net loss expressed with "-")	436,710,292.28	837,817,793.99
(I) Classified on a going concern basis		
1. Net profit from continuing operation (net loss stated with "-")	436,710,292.28	837,817,793.99
(II) Classified by attribution of the ownership		
1. Net profit attributed to shareholders of parent company (net loss expressed with "-")	436,710,292.28	837,817,793.99
VI. Other comprehensive income, net of tax	-11,274,093.02	2,189,329.43
(I) Net amount of other comprehensive income after tax attributable to the shareholders of parent company	-11,274,093.02	2,189,329.43
1. Other comprehensive income to be not reclassified to profit or loss	–	649,592.50
(1) Changes in fair value of other equity instruments	–	649,592.50
2. Other comprehensive income to be reclassified to profit or loss	-11,274,093.02	1,539,736.93
(1) Conversion difference of foreign currency statement	-12,352,432.99	7,281,358.39
(2) Other	1,078,339.97	-5,741,621.46
VII. Total comprehensive income	425,436,199.26	840,007,123.42
(I) Total comprehensive income attribute to parent company	425,436,199.26	840,007,123.42
VIII.		

Consolidated Statement of Cash Flow
For the three months ended 31 March 2022

Prepared by Flat Glass Group Co., Ltd.

Unit: RMB Type of audit: unaudited

Items		For the three months ended 31 March 2022	For the three months ended 31 March 2021
I.	**Cash flow from operating activities:**		
	Cash received from sale of goods or rendering of services	1,439,899,627.73	1,114,840,642.90
	Cash received from refunds of taxes	34,928,849.66	31,433,373.58
	Cash received relating to other operating activities	82,420,433.72	14,473,119.59
	Subtotal rUaCashin flosw from operatinr activities	1557,248,911.113	1,60,747,136.070
	Cashpaied For goodsandf services		

Items		For the three months ended 31 March 2022	For the three months ended 31 March 2021
III.	**Cash flow from financing activities:**		
	Cash received from capital contribution	–	2,499,999,996.79
	Cash received from borrowings	3,164,829,200.00	515,574,315.63
	Cash received relating to other financing activities	80,777,844.62	151,052,822.55
	Subtotal of cash inflows from financing activities	3,245,607,044.62	3,166,627,134.97
	Cash paid for payment of borrowings	550,675,500.00	598,455,977.28
	Cash paid for distribution of dividends, and profits or payment of interest	44,128,364.15	15,860,385.73
	Cash paid relating to other financing activities	95,688,533.27	464,223,533.85
	Subtotal of cash outflows from financing activities	690,492,397.42	1,078,539,896.86
	Net cash flow from financing activities	2,555,114,647.20	2,088,087,238.11
IV.	**Effect of foreign exchange rate changes on cash and cash equivalents**	-2,864,621.57	3,093,352.09
V.	**Net increase in cash and cash equivalents**	-626,086,590.37	428,607,175.57
	Add: cash and cash equivalents at beginning of period	2,101,730,679.46	1,146,171,930.13
VI.	**Cash and cash equivalents at end of period**	1,475,644,089.09	1,574,779,105.70

Legal representative: Ruan Hongliang Person in charge of accounting function: Jiang Weijie
Person in charge of accounting department: Jin Huiping

Jiaxing, Zhejiang Province, People's Republic of China
27 April 2022

As at the date of this announcement, the executive directors of the Company are Mr. Ruan Hongliang, Ms. Jiang Jinhua, Mr. Wei Yezhong and Mr. Shen Qifu, and the independent non-executive directors of the Company are Ms. Xu Pan, Ms. Hua Fulan and Ms. Ng Yau Kuen Carmen.